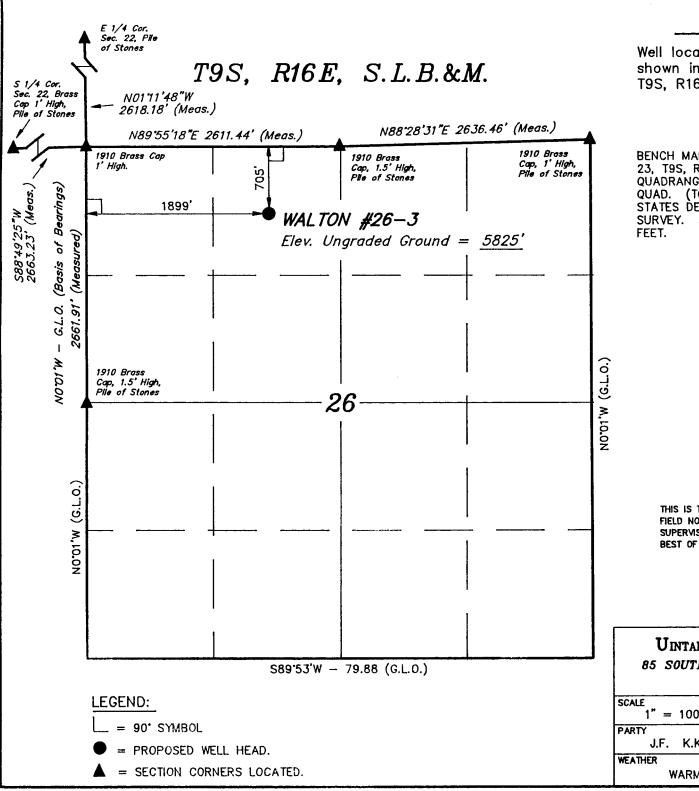
¹orm 3160-3 (July 1992)



FORM APPROVED OMB NO. 1004-0136

	DEPARTMENT	LED SINIES		ž f.	reverse st	de)	Expir	es: February	y 28, 1995
					011 C	AC 0 A4	J. LEASE DES	IGNATION A	ND SERIAL NO.
		LAND MANAG				AS & IVI	NING 1-67	′844	
APPL	ICATION FOR P	ERMIT TO D	RIL	L OR DEE	PEN		ı		OR TRIBE NAME
ia. Type of work	ILL X	DEEDEN! [_				7. UNIT AGR	plicab	
b. TYPE OF WELL	ILL LAJ	DEEPEN L						plicab	
	VELL OTHER			INGLE	MULTIPI ZONE	E X	8. FARM OR LEAS		
2. NAME OF OPERATOR							UTD Wa	lton #	26-3
Snyder Oil	Corporation	Ph	one:	(303) 59	2-850	0	9. API WELL NO.		
3. ADDRESS AND TELEPHONE NO.		_	_						
1625 Broads	way, Suite 2200, Report location clearly and	Denver, Co	lora	do 80202	2		10. FIELD AND		
At surface							11. smc., r., s	ent But	
705' FNL,	1899' FWL (NE∄NW	[월) Section	26,	T9S, R16E			AND SURV	EY OR AREA	A.
Same As Abo							Section	n 26.	T9S, R16E
4. DISTANCE IN MILES	AND DIRECTION FROM NEAR	REST TOWN OR POST	OFFIC	E.			12. COUNTY O		
Approximate	ely Thirteen (13) Miles Sou	th o	f Myton, L	Jtah		Duches	ne	Utah
 DISTANCE FROM PROP LOCATION TO NEARES 	OSED*			OF ACRES IN L			F ACRES ASSIGNATION	NED	
(Also to nearest dr)	LINE, FT. g. unit line, if any)	705'		760		10 11	40		
8. DISTANCE FROM PROI TO NEAREST WELL, D	RILLING, COMPLETED,			OPOSED DEPTH		20. ROTAL	RY OR CABLE TO	OLS	
OR APPLIED FOR, ON TH			5	950'			Rotary		
1. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)								K WILL START*
5825' GR					~		Decemb	er 7, 1	1994
	(ALL NEW)	PROPOSED CASIN	IG AND	CEMENTING P	ROGRAM				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FO	0 T	SETTING DEI	РТН		QUANTITY	OF CEMENT	
12-1/4"	8-5/8" J-55	24.0#		0- 300'					<u>o Surface</u>
7-7/8"	5-1/2" M-35	15.5#		<u>0-5950'</u>		675	<u>sx Cement</u>	_*	
	90								
* Cement	volumes may c	hange due	+-	holo cir	7.0				
	te from Calip		LO	note siz	ze.				
	on and an entire	20g.							
EIGHT-POIN	T RESOURCE PR	COTECTION	PLAI	N ATTACHE	ΞD .				
I hereb <u>y</u>	certify that	Snyder ()il	Corporat	cion	is a	uthoriz	ed by	the
proper Lea	se Interest	Owners to) CC	onduct le	ease	opera	ations a	associ	iated
With this	Application	for Per	mit	to Dri	11 t	he U	D Walt	on #2	26-3,
_	ase #UTU-6784 ivities is		COV	verage pu	ursua	nt to	43 CFF	3104	for
	Bond #WY-227	being pr	.0VI	ded by	Snyc	der (DII CO	rporat	:10n,
all the te	erms and cond	itions of	t.b.	at porti	on of	te 10.	lease :	iance associ	with
with this	Application.			- Polol	J J.	. 5.1.0	TOUDO .	200001	·uccu
ADOVE SDACE DESCRIB	E PR OPO SED PROGRAM: If p		ina data			.4		16	
epen directionally, give perti	nent data on subsurface location	s and measured and tru	e vertica	l depths. Give blow	out prevent	er proposed er program, i	f any.	оне. и ргор	osai is to unii or
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SIGNED /M	Juns	TIT1.	е <u>D</u> 1	rilling En	gineer		DATE	11/04/	/94
Tim A	Burns ral or State office use)								
_							en a company agencia e company		
	013-3/477					<u>YPNOY</u>		HEST	
•••	ot warrant or certify that the appl	licant holds legal or equ	itable titl	e to those rights in th					
CONDITIONS OF APPROVAL	, IF ANY:				(JIL, G	AS, AND	MINIX	G/
					17 10 77	-r	12/	101/9	, , , , , , , , , , , , , , , , , , ,

*See Instructions On Reverse SideWELL SPACKIGE

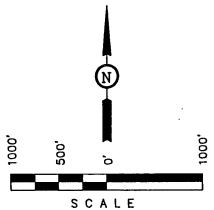


SNYDER OIL CORP.

Well location, WALTON #26-3, located as shown in the NE 1/4 NW 1/4 of Section 26, T9S, R16E, S.L.B.&M. Duchesne County, Utah.

BASIS OF ELEVATION

BENCH MARK M82 LOCATED IN THE SW 1/4 OF SECTION 23, T9S, R16E, S.L.B.&M. TAKEN FROM THE MYTON SE, QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5717 FFFT.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL UTAH 84078 (801) 789-1017

SCALE 1" = 1000'		DATE SURVEYED: 9-16-94	DATE DRAWN: 9-22-94			
PARTY J.F. K.K.	D.J.S.	REFERENCES G.L.O. PLAT				
WEATHER		FILE				
WARM		SNYDER OIL CORP.				

SNYDER OIL CORPORATION Lease #UTU-67844, UTD Walton #26-3 NE¼NW¼, Section 26, T9S, R16E Duchesne County, Utah

DRILLING PROGNOSIS

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS

Uinta	Surface	Green River LS	5680'
Green River	1400'	Wasatch	5800'
Douglas Creek	3800'	Total Depth	5950'

2. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERAL FORMATIONS

Green River	1400'	Oil/Gas	_	Possible
Douglas Creek	3800'	Oil/Gas	-	Primary Objective
Green River LS	5680'	Oil/Gas		Possible

Any shallow water zones encountered will be adequately protected and reported. All potentially productive hydrocarbon zones will be cemented off.

3. PRESSURE CONTROL EQUIPMENT - Schematic Attached

A. Type: Eleven (11) Inch Double Gate Hydraulic BOP with Eleven (11) Inch Annular Preventer and 3,000 psi wellhead.

The Blow-Out Preventer will be equipped as follows:

- 1. One (1) blind ram (above).
- 2. One (1) pipe ram (below).
- 3. Drilling spool with two (2) side outlets (choke side 3-inch minimum, kill side 2-inch minimum).
- 4. Kill line (2-inch minimum).
- 5. Two (2) kill line valves, one of which will be a check valve (2-inch minimum).
- 6. 3-inch (minimum) choke line.
- 7. Two (2) choke line valves (3-inch minimum).
- 8. Two (2) adjustable chokes.
- 9. Pressure gauge on choke manifold.
- 10. Upper kelly cock valve with handle available.
- 11. Full opening internal blowout preventer or drill pipe safety valve able to fit all connections.
- 12. Fill-up line above the uppermost preventer.
- B. Pressure Rating: 3,000 psi

3. PRESSURE CONTROL EQUIPMENT - Continued

C. Testing Procedure:

Annular Preventer

At a minimum, the Annular Preventer will be pressure tested to 50% of the rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1) when the annular preventer is initially installed;
- 2) whenever any seal subject to test pressure is broken;
- 3) following related repairs; and
- 4) at thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1) when the BOP is initially installed;
- 2) whenever any seal subject to test pressure is broken;
- 3) following related repairs; and
- 4) at thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day.

All blowout preventer drills and tests will be recorded in the International Association of Drilling Contractors (IADC) driller's log.

3. PRESSURE CONTROL EQUIPMENT - Continued

D. Choke Manifold Equipment:

All choke lines will be straight lines unless turns use tee blocks or are targeted with running tees, and will be anchored to prevent whip and vibration.

E. Accumulator:

The accumulator will have sufficient capacity to open the hydraulically-controlled choke line valve (if so equipped), close all rams plus the annular preventer, and retain a minimum of 200 psi above precharge on the closing manifold without the use of the closing unit pumps. The fluid reservoir capacity will be double the accumulator capacity and the fluid level will be maintained at the manufacturer's recommendations.

The BOP system will have two (2) independent power sources to close the preventers. Nitrogen bottles (3 minimum) will be one (1) of these independent power sources and will maintain a charge equal to the manufacturer's specifications.

The accumulator precharge pressure test will be conducted prior to connecting the closing unit to the BOP stack and at least once every six (6) months thereafter. The accumulator pressure will be corrected if the measured precharge pressure is found to be above or below the maximum or minimum limits specified in Onshore Oil & Gas Order Number 2.

F. Special Drilling Operations:

In addition to the equipment already specified in Items A through E, above, the following equipment will be in place and operational during air/gas drilling:

- 1. Properly lubricated and maintained rotating head.
- 2. Spark arresters on engines or water cooled exhaust.
- 3. Blooie line discharge 100 feet from well bore and securely anchored.
- 4. Straight run on blooie line.
- 5. Deduster equipment (not required for aerated water system).
- 6. All cuttings and circulating medium(s) shall be directed into a reserve or blooie pit.
- 7. Float valve above bit.

3. PRESSURE CONTROL EQUIPMENT

F. Special Drilling Operations: Continued

- 8. Automatic igniter or continuous pilot light on the blooie line (not required for aerated water system).
- 9. Compressors located in the opposite direction from the blooie line and at a minimum of 100 feet from the well bore.
- 10. Mud circulating equipment, water, and mud materials (does not have to be pre-mixed) sufficient to maintain the capacity of the hole and circulating tanks or pits.

G. Miscellaneous Information:

The Blow-Out Preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of Onshore Oil & Gas Order Number 2.

The choke manifold and BOP extension rods with hand wheels will be located outside the rig sub-structure. The hydraulic BOP closing unit will be located at least twenty-five (25) feet from the well head but readily accessible to the driller. Exact locations and configurations of the hydraulic BOP closing unit will depend upon the particular rig contracted to drill the UTD Walton #26-3.

A flare line will be installed after the choke manifold, extending 125 feet (minimum) from the center of the drill hole to a separate flare pit.

4. THE PROPOSED CASING AND CEMENTING PROGRAM

A. Casing Program: All New

Hole Size	Casing Size	<pre>Wt./Ft.</pre>	Grade	<u>Joint</u>	Depth Set
20 " 12-1/4" 7-7/8"	16 " 8-5/8" 5-1/2"	Steel 24.0# 15.5#	J-55 M-75	 ST&C LT&C	0- 60' ¹ 0- 300' 0-5950'

Conductor optional.

The surface casing will have centralizers on the bottom three (3) joints joint of casing, with a minimum of one (1) centralizer per joint starting with the shoe joint.

4. THE PROPOSED CASING AND CEMENTING PROGRAM

A. Casing Program: Continued

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Cementing Program:

Surface Conductor	-	Set wi	th a	pproxi	mately	five	e (5)
		cubic	yard	s (yd	³) 0	f Rec	di-Mix
		cement,	circ	ulated	back	to su	rface.

Surface Casing - Set with approximately 225 sx of Class "G" cement + additives, circulated back to surface.

<u>Production Casing</u> - Lead with approximately 300 sx of Pacesetter Lite cement + additives.

Tail with approximately 375 sx of 50/50 Poz-Mix cement + additives.

A sufficient quantity of cement will be utilized to achieve full coverage across the upper Green River Formation. Estimated top of cement ≈ 1400 .

The above cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. MUD PROGRAM - Visual Monitoring

Interval	Type	Weight	Viscosity	Fluid Loss
0- 300'	Fresh H ₂ O/Gel	8.8-9.3	28-34	No Control
300-5950'	Aerated Brine	8.2-8.8	30-35	+ 25 cc's
As Needed ¹	Salt Water/Gel	9.2-9.8	30-45	15-25 cc's

5. MUD PROGRAM - Continued

The drilling fluids system will consist of air/mist (with 3% KCl water as the base fluid) for as long and/or as deep as possible. Should hole conditions deteriorate prior to reaching total depth, an alternative drilling fluids system would be utilized consisting of a salt/gel mud (with 3% KCL water as the base fluid.

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

No chromate additives will be used in the mud system on Federal or Indian lands without prior approval of the Bureau of Land Management in order to ensure adequate protection of fresh water aquifers. Hazardous substances specifically listed by the Environmental Protection Agency as a hazardous waste or demonstrating the characteristics of a hazardous waste will not be used in drilling, testing or completion operations.

6. EVALUATION PROGRAM

Logs : FDC/CNL/GR/DIL¹ - from 5950' to 3500'
Micro-SFL - from 5950' to 300'

<u>DST's</u> : None anticipated.

<u>Cores</u> : None anticipated.

The proposed Evaluation Program may change at the discretion of the well site geologist, with prior approval from the Authorized Officer, Bureau of Land Management.

Stimulation : No stimulation or frac treatment has been formulated for this test at this time. The drill site, as approved, will be of sufficient size to accommodate all completion activities.

Whether the well is completed as a dry hole or as a producer, Well Completion and Recompletion Report and Log (Form #3160-4) will be submitted to the Vernal District Office not later than thirty (30) days after the completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164.

¹ Pull Gamma Ray to surface.

6. EVALUATION PROGRAM - Continued

Two (2) copies of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form #3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the Authorized Officer, Vernal District Office, Bureau of Land Management, 170 South 500 East, Vernal, Utah 84078, Telephone: (801) 789-1362.

7. ABNORMAL CONDITIONS

No abnormal temperatures or pressures are anticipated. No H_2S has been encountered in or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 2,975 psi (calculated at 0.50 psi/foot of hole) and maximum anticipated surface pressure equals approximately 1,666 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

A. Anticipated Starting Dates:

Anticipated Commencement Date - December 7, 1994
Drilling Days - Approximately 7 Days
Completion Days - Approximately 7 days

B. Notification of Operations:

Vernal District Office, Bureau of Land Management Address: 170 South 500 East; Vernal, Utah 84078

Phone : (801) 789-1362 Fax : (801) 789-3634

In the event after-hours approvals are necessary, please contact one of the following individuals:

Contact Title	Contact Name	Home Phone		
Petroleum Engineer	Gerald E. Kenczka	(801) 781-1190		
Petroleum Engineer	Ed Forsman	(801) 789-7077		

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

B. Notification of Operations: Continued

The Vernal District Office, Bureau of Land Management will be notified at least twenty-four (24) hours <u>PRIOR</u> to the commencement of the following activities:

- Spudding of the well. This oral report will be followed up with a Sundry Notice (Form 3160-5);
- initiating pressure tests of the blow-out preventer and related equipment;
- running casing and cementing of ALL casing strings.

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR, Part 3160), and this approved Application for Permit to Drill. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved Application for Permit to Drill must be on location during construction, drilling and completion operations. The following items are emphasized:

DRILLING/PRODUCING OPERATING STANDARDS

There shall be no deviation from the proposed drilling and/or workover program as approved. Safe drilling and operating practices must be observed.

All wells, whether drilling, producing, suspended or abandoned shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, the lease serial number, the well number and the surveyed description of the well.

Any changes in operations must have prior approval from the Authorized Officer (AO), Vernal District Office, Bureau of Land Management.

Pressure tests are required before drilling out from under all casing strings set and cemented in place. Blowout preventer controls will remain in use until the well is either completed or abandoned. Preventers will be inspected and operated at least daily to insure good mechanical working order, and this inspection will be recorded on the daily drilling report.

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

B. Notification of Operations: Continued

All BOP tests must be recorded in the daily drilling report. NOTIFY DISTRICT PETROLEUM ENGINEER AT LEAST TWENTY-FOUR (24) HOURS IN ADVANCE OF PRESSURE TESTS.

In accordance with Onshore Oil & Gas Order Number 1, this well will be reported on MMS Form #3160-6, Monthly Report of Operations and Production, starting with the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with the Royalty Management Program, Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217.

All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL-3A will reported to the Vernal District Office. Major events will be reported verbally within twenty-four (24) hours and will be followed with a written report within fifteen (15) days. "Other than Major Events" will be reported in writing within fifteen (15) days. "Minor Events" will be reported on the Monthly Report of Operations Production (Form #3160-6)

No well abandonment operations will be commenced without the prior approval of the Authorized Officer. In the case of newly-drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the Area Petroleum Engineer.

A Notice of Intention to Abandon (Form #3160-5) will be filed with the Authorized Officer within fifteen (15) days following the granting of oral approval to plug and abandon.

Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6 The following information will be permanently placed on the marker with a plate, cap, or beaded-on with a welding torch: Company Name, Well Name and Number, Location by Quarter/Quarter, Section, Township, Range, and the Federal Lease Number.

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

B. Notification of Operations: Continued

A Subsequent Report of Abandonment (Form #3160-5) will be submitted within thirty (30) days following the actual plugging of the well bore. This report will indicate where plugs were placed and the current status of surface restoration operations.

If surface restoration has not been completed at that time, a follow-up report on Form #3160-5 will be filed when all surface restoration work has been completed and the location is considered ready for final inspection.

Pursuant to NTL-4A, lessees and operators are authorized to vent/flare gas during initial well evaluation tests, not exceeding a period of thirty (30) days or the production of fifty (50) MMCF of gas, whichever occurs first. An application must be filed with the Authorized Officer, and approval received, for any venting/flaring of gas beyond the initial thirty (30) day or otherwise authorized test period.

Not later than the <u>5th</u> business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than ninety (90) days, the operator shall notify the Authorized Officer by letter or "Sundry Notice", of the date on which such production has begun or resumed. The notification shall provide as a minimum, the following informational items:

- a. Operator name, address, and telephone number
- b. Well name and number
- c. Well location "1, 1, Section, Township, Range, P.M."
- d. Date well was placed in a producing status
- e. The nature of the wells production, i.e.: crude oil casing gas, or natural gas and entrained liquid hydrocarbons.
- f. The OCS, Federal or Indian lease prefix and number on which the well is located. Otherwise, the non-Federal or non-Indian land category, ie.: state or private.

Within sixty (60) days following construction of a new tank battery, a site facility diagram of the battery showing actual conditions and piping must be submitted to the Authorized Officer.

8. ANTICIPATED STARTING DATES AND NOTIFICATION OF OPERATIONS

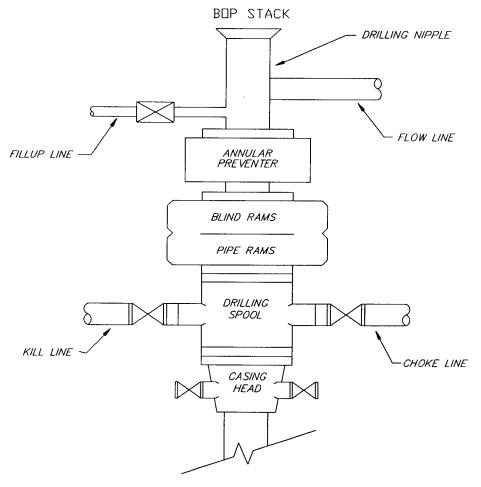
B. Notification of Operations: Continued

Facility diagrams shall be filed within sixty (60) days after existing facilities are modified. For complete information as to what is required on these diagrams, please refer to 43 CFR 3162.7-4(d).

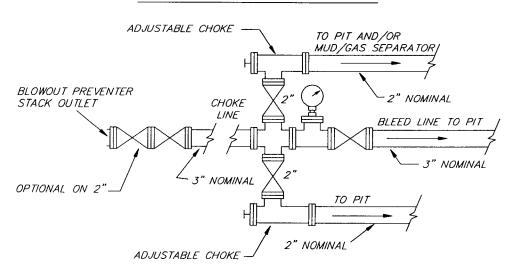
Pursuant to Onshore Oil & Gas Order Number 1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in such a manner which conforms with applicable federal laws and regulations and with state and local laws and regulations to the extent that such State and local laws are applicable to operations on Federal and Indian lands.

SNYDER OIL CORPORATION

TYPICAL 3,000 p.s.i. BLOWOUT PREVENTER SCHEMATIC



TYPICAL 3,000 p.s.i. CHOKE MANIFOLD SCHEMATIC



SNYDER OIL CORPORATION
Lease #UTU-67844, UTD Walton #26-3
NE¹/₄NW¹/₄, Section 26, T9S, R16E
Duchesne County, Utah

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

- 1. EXISTING ROADS Refer to Maps "A" and "B" (shown in ORANGE)
 - A. The proposed well site is staked and four (4) 200-foot reference stakes are present.
 - В. To reach the location from the community of Myton, Utah; proceed generally southwest approximately 1.5 miles on Highway 40 (a paved U.S. highway), thence generally south/southeast approximately 7.0 miles on an existing paved road (an upgraded Duchesne County road), thence continuing generally south/southeast approximately 0.8 miles on an existing Duchesne County road (crowned & ditched with gravel а surface), thence approximately southwest 4.6 miles on an existing oilfield road (crowned & ditched with a gravel surface), thence generally southwest approximately 0.4 miles on an existing, upgraded oilfield road (crowned & ditched with native soil surface), thence generally approximately 0.2 miles on an existing two-track trail (reclaimed oilfield road), thence generally southwest approximately 0.6 miles to the proposed UTD Walton #26-3 well location.
 - C. Access roads refer to Maps "A" and "B".
 - D. Access roads within a 1 mile radius refer to Map "B".
 - E. The existing roads will be maintained in the same or better condition as existed prior to the commencement of operations and said maintenance will continue until final abandonment and reclamation of the UTD Walton #26-3 well location.
- 2. PLANNED ACCESS ROADS Refer to Map "B" (shown in GREEN)

Approximately 0.2 miles of existing two-track trail will require upgrading and approximately 0.6 miles of new road construction will be required for access to the proposed UTD Walton #26-3 well location.

- A. Width maximum thirty (30) foot overall right-of-way with an eighteen (18) foot running surface, crowned and ditched for drilling and completion operations.
- В. Construction standard - the proposed access road will be constructed roading in accordance with quidelines established for oil & gas exploration and development activities as referenced in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition.

2. PLANNED ACCESS ROADS - Continued

B. Construction standard - the access road will be designed and constructed to meet the standards of the anticipated traffic flow and all-weather requirements. Construction will include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed and safe roadway.

Prior to construction/upgrading, the roadway shall be cleared of any snow cover and allowed to dry completely. Should mud holes develop, they shall be filled in and detours around them avoided.

Traveling off of the thirty (30) foot right-of-way will not be allowed.

Drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or the accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at a frequent intervals by means of cutouts.

Upgrading shall not be allowed during muddy conditions.

- C. Maximum grade seven (7) percent or less.
- D. Turnouts turnouts will be constructed along the access road route as necessary or required to allow for the safe passage of traffic. None anticipated for this short segment of new access road.
- E. Drainage design the access road will be upgraded and maintained as necessary to prevent soil erosion and accommodate all-weather traffic. The proposed road will be crowned and ditched with water turnouts installed as necessary to provide for proper drainage along the access road route.
- F. Culverts, cuts and fills no culverts will be required along the access road route. There are no major cuts and/or fills on/along the proposed access road route.
- G. Surfacing material any construction materials which may be required for surfacing of the access road will be purchased from a local contractor having a permitted source of materials within the general area, if required by the Authorized Officer, Bureau of Land Management.

None anticipated at this time.

2. PLANNED ACCESS ROADS - Continued

- H. Gates, cattleguards or fence cuts no gates, cattleguards or fence cuts will be required on/along the proposed access road route.
- I. Road maintenance during both the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and will be maintained in accordance with the original construction standards. The access road right-of-way will be kept free of trash during all operations.

All drainage ditches will be kept clear and freeflowing, and will also be maintained in accordance with the original construction standards.

J. The proposed access road route has been centerline staked.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS

- A. Water wells none known.
- B. Abandoned wells NW4SE4, Section 23, T9S, R16E.
- C. Temporarily abandoned wells none known.
- D Disposal wells none known.
- E. Drilling wells none known.
- F. Producing wells SEANWA, Section 23, T9S, R16E.

SWINEI, Section 23, T9S, R16E.

NEISEI, Section 23, T9S, R16E.

NE INE I, Section 26, T9S, R16E.

SWINEI, Section 26, T9S, R16E.

- G. Shut-in wells none known.
- H. Injection wells none known.
- I. Monitoring wells none known.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES OWNED BY SNYDER OIL CORPORATION WITHIN A ONE (1) MILE RADIUS

A. Existing

- Tank batteries none known.
- 2. Production facilities none known.
- 3. Oil gathering lines none known.
- 4. Gas gathering lines none known.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES OWNED BY SNYDER OIL CORPORATION WITHIN A ONE (1) MILE RADIUS - Cont.

B. New Facilities Contemplated

- 1. All production facilities will be located on the disturbed portion of the well pad and at a minimum of twenty (20) feet from the toe of the back slope or top of the fill slope.
- Should drilling result in the establishment of commercial production from the UTD Walton #26-3 well location, production facilities will require an area approximately 250' X 125'.

A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via "Sundry Notice" (Form 3160-5) for approval prior to commencement of installation operations.

3. Production facilities will be accommodated on the disturbed portion of the well pad. Construction materials needed for installation of the production facilities will be obtained from the site; any additional materials needed will be purchased from a local supplier having a permitted source of materials in the general area.

A dike will be constructed completely around those production facilities which are designed to hold fluids (e.g., condensate tanks and/or produced water tanks). These dikes will be constructed of compacted subsoil, be impervious, be designed to hold 100% of the capacity of the largest tank, and be independent of the back cut.

4. All permanent [on-site for six (6) months or longer] above-the-ground structures constructed or installed on the well location (including pumping units, tank batteries, etc.) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Five (5) State Rocky Mountain Interagency Committee.

All production facilities will be painted within six (6) months of installation. Facilities required to comply with *Occupational Safety and Health Act* Rules and Regulations will be excluded from this painting requirement.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES OWNED BY SNYDER OIL CORPORATION WITHIN A ONE (1) MILE RADIUS

B. New Facilities Contemplated - Continued

- 4. The required paint color is *Desert Brown*, Munsell standard color number 10YR 6/3.
- 5. If at any time the facilities located on public lands and authorized by the terms of the lease are no longer included in the lease (due to a contraction in the unit or other lease or unit boundary change), the Bureau of Land Management will process a change in authorization to the appropriate statute). The authorization will be subject to the appropriate rental or other financial obligation as determined by the Authorized Officer.
- C. The production (emergency) pit will be fenced "sheep-tight" with woven wire mesh having two (2) top strands of barbed wire held in place by metal side posts and wooden corner "H" braces in order to protect livestock and wildlife (refer to Item #9F, page #'s 9 and 10).
- D. During drilling and subsequent operations, all equipment and vehicles will be confined to the access road and any additional areas which may be specified in the approved Application for Permit to Drill.
- E. Reclamation of disturbed areas no longer needed for operations will be accomplished by grading, leveling and seeding as recommended by the Authorized Officer, Bureau of Land Management.

5. LOCATION AND TYPE OF WATER SUPPLY

A. Fresh water for drilling will be obtained from an irrigation drain owned by Joe Shields and located in the SW\(\frac{1}{4}\)NE\(\frac{1}{4}\)SE\(\frac{1}{4}\) of Section 15, Township 4 South, Range 2 West (USBM) in Duchesne County, Utah; permit #47-1674 (A57708).

Should this water source prove inadequate, additional water will be obtained from a concrete diversion box in Babcock Draw which is owned by Nebeker Trucking. The proposed diversion point is located in the SW\(\frac{1}{4}\)SE\(\frac{1}{4}\)NW\(\frac{1}{4}\) of Section 34, Township 3 South, Range 2 West (USBM) in Duchesne County, Utah; permit #43-1721 ((A10906/t17981).

5. LOCATION AND TYPE OF WATER SUPPLY - Continued

B. Water will be transported via tank truck over existing roads from the point of diversion to the proposed UTD Walton #26-3 well location. No new road construction will be required on/along the proposed water haul route.

Access across any off-lease federal lands which may be crossed on/along the proposed water haul route will be secured under a separate right-of-way authorization to be issued by the Authorized Officer, Book Cliffs Resource Area Office, Bureau of Land Management.

C. No water well will be drilled on this location.

6. SOURCE OF CONSTRUCTION MATERIALS

A. Any construction materials which may be required for surfacing of the drill pad will be obtained from a private contractor having a previously approved (private) source of materials within the general area.

Please refer to Item #2G (page #3) for information regarding any construction materials which may be required for on the access road.

- B. No construction materials will be taken from federal or Indian lands without prior approval from the appropriate Surface Management Agency.
- C. If production is established, any construction materials which may be required for surfacing of the access road and/or installation of production facilities will be purchased from a local supplier having a permitted (private) source of materials within the general area.
- D. No new access roads for transportation of these construction materials will be required.

7. METHODS OF HANDLING WASTE MATERIALS

- A. Cuttings the drilled cuttings will be deposited in the reserve pit.
- B. Drilling fluids including any salts and/or chemicals utilized in the mud system will be contained in the reserve pit. The reserve pit will be constructed so as not to leak, break, or allow discharge.

7. METHODS OF HANDLING WASTE MATERIALS - Continued

B. Drilling fluids - upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within one hundred and eighty (180) days after termination of drilling and completion activities.

In the event adverse weather conditions prevent removal of the fluids from the reserve pit within this time period, an extension may be granted by the Authorized Officer upon receipt of a written request from Snyder Oil Corporation.

C. Produced fluids - liquids produced during completion operations will either be placed in test tanks on the well location (when a gel frac system is used) or into the reserve pit (when a foam frac system is used). Produced water will be confined to a lined pit (reserve pit) for a period not to exceed ninety (90) days after initial well completion.

During this ninety (90) day period, in accordance with Onshore Oil & Gas Order Number 7, an application for approval of a permanent disposal method and location, along with the required water analysis, shall be submitted to the Authorized Officer for review and approval as applicable. Failure to file an application within the time frame allowed will be considered as an incidence of noncompliance.

Any spills of oil, gas, salt water or any other potentially hazardous substance will be cleaned up and immediately removed to an approved disposal site.

- D. Sewage portable, self-contained chemical toilets will be provided by Rocket Sanitation for human waste disposal. Upon completion of operations (or as required) the toilet holding tanks will be pumped and the contents thereof disposed of in an approved sewage disposal facility. Sewage disposal will be in strict accordance with applicable State of Utah rules and regulations regarding sewage treatment and disposal.
- E. Garbage and other waste material all garbage and non-flammable waste materials will be contained in a self contained, portable dumpster or trash cage.

7. METHODS OF HANDLING WASTE MATERIALS - Continued

- E. Upon completion of operations, or as needed, the accumulated trash will be hauled off-site to an approved sanitary landfill. No trash will be placed in the reserve pit.
- F. Immediately after removal of the drilling rig, all debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No potentially adverse materials or substances will be left on the location.

Any open pits will be fenced during the drilling operation and said fencing will be maintained until such time as the pits have been backfilled.

G. Hazardous materials - Snyder Oil Corporation has no plans to utilize, store, transport or dispose of any chemical or chemicals listed on or subject to the Environmental Protection Agency's Consolidated List of Chemicals Subject to Reporting Under Title III of the Superfund Amendments and Reauthorization Act (SARA) of 1986, or any extremely hazardous substances, as defined in 40 CFR 355, on the UTD Walton #26-3 lease.

8. ANCILLARY FACILITIES

None anticipated.

9. WELLSITE LAYOUT

A. Figure #1 shows the drill site layout as staked. Cross sections have been drafted to visualize the planned cuts and fills across the proposed well location (please refer to Figure #2).

A minimum of six (6) inches of topsoil will be stripped from the location (including areas of cut, fill, and/or subsoil storage) and stockpiled for future reclamation of the well site. Refer to Figure #1 for the location of the topsoil and subsoil stockpiles.

B. Figure #1 is a diagram showing a typical rig layout. No permanent living facilities are planned on the UTD Walton #26-3 well location. There will be a maximum of three (3) trailers on location during drilling operations, which will serve as both office and housing for the mud logger, geologist and toolpusher.

9. WELLSITE LAYOUT - Continued

- C. All equipment and vehicles will be confined to the approved areas in this Application for Permit to Drill (i.e., access road and well pad areas).
- D. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via Sundry Notice (Form #3160-5) for approval prior to the commencement of installation operations. Please refer to Item #4B2 (page #4) for additional information in this regard.
- E. If porous subsoil materials (i.e., gravel, scoria, sand, faulted rock structures, etc.) are encountered during reserve pit construction, an impervious liner will be installed in order to prevent drilling water loss through seepage.

If required, this liner will have a permeability less than or equal to 1 X 10^{-7} cm/sec. The liner will be chemically compatible with all substances which may be put into the pit and will be installed so that it will not leak. Liners made of any man-made synthetic material will be of sufficient strength and thickness to withstand normal installation and pit use.

The liner would be installed with sufficient bedding (either straw or dirt) to cover any rocks, will overlap the pit walls, extend under the mud tanks, and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc. that could puncture the liner will be disposed of in the reserve pit.

- F. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on the three (3) non-working sides according to the following minimum standards (if/as required by the Authorized Officer):
 - 1. 32-inch net wire shall be used with two (2) strands of barbed wire on top of (above) the net wire.
 - The net wire shall be no more than four (4) inches above the ground. The first strand of barbed wire shall be ≈ three (3) inches above the net wire. Total height of the fence shall be at least fortytwo (42) inches.
 - Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

9. WELLSITE LAYOUT

- F. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on the three (3) non-working sides according to the following minimum standards: continued
 - 4. Standard steel, wood, or pipe posts shall be used between the corner braces. The maximum distance between any two (2) posts shall be no greater than sixteen (16) feet.
 - 5. All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The fourth (4th) side of the reserve pit will be fenced immediately upon removal of the drilling rig and the fencing will be maintained until the pit is backfilled.

G. Any hydrocarbons on the pit will be removed as soon as possible after drilling operations are completed.

10. PLANS FOR RECLAMATION OF THE SURFACE

- A. Rat and mouse holes will be backfilled and compacted from bottom to top immediately upon release of the completion rig from the location.
- B. If any oil is on the pits and is not immediately removed after operations cease, the pit containing the oil or other adverse substance(s) will be flagged overhead or covered with wire mesh to protect migrating waterfowl.

C. Producing Operations:

- 1. Immediately upon well completion, the well location and surrounding area(s) will be cleared of all debris, materials, trash and junk not required for production. Any hydrocarbons on the pit shall be removed in accordance with 43 CFR 3162.7-1.
- If a plastic or nylon reinforced pit liner is used, it shall be torn and perforated before backfilling of the reserve pit.
- 3. Before any dirt work to restore the location takes place, the reserve pit will be completely dry and all cans, barrels, pipe, etc. will be removed.

10. PLANS FOR RECLAMATION OF THE SURFACE

- C. Producing Operations: Continued
 - All other waste and spoil materials will be disposed of immediately upon completion of drilling and workover activities.
 - 4. The reserve pit and that portion of the location and access road not needed for production facilities and/or operations will be reclaimed within one hundred and eighty (180) days from the date of well completion, weather permitting.
 - 5. For production, the fill slopes will be reduced from a 1.5:1 slope to a 3:1 slope and the cut slopes will be reduced from a 1.5:1 slope to a 3:1 slope by pushing the fill material back up into the cut.
 - 6. Upon completion of backfilling, leveling and recontouring, all disturbed surfaces (access road and well pad areas) will be scarified to a depth of one (1) foot and left with a rough surface. The stockpiled topsoil will then be evenly redistributed to a depth of six (6) inches over the reclaimed area(s).
 - 7. Prior to commencement of seeding operations, the seedbed will be prepared by disking on the contour to a depth of four (4) to six (6) inches, leaving no depressions that would trap water or form ponds.
 - All disturbed surfaces (including the access road and well pad areas) will be reseeded with a seed mixture to be recommended by the Authorized Officer, Bureau of Land Management.
 - 8. Seed will be drilled on the contour with a seed drill equipped with a depth regulator in order to ensure even depths of planting. Seed will be planted between one-quarter (1/4) to one-half (1/2) inches deep. Where drilling is not possible (too steep or rocky), hand broadcast the seed at double the rate indicated above and rake or chain the area to cover the broadcast seed.
 - 9. Fall seeding will be completed after September 15th and prior to ground frost.

10. PLANS FOR RECLAMATION OF THE SURFACE

- C. Producing Operations: Continued
 - 9. If applicable, spring seeding will be completed after the frost has left the ground and prior to May 15th.

The seeding will be repeated until a satisfactory stand, as determined by the Authorized Officer, is achieved. The first evaluation of growth will be made following the completion of the first growing season.

- D. Dry Hole/Abandoned Well Location:
 - 1. At such time as the well is physically plugged and abandoned, Snyder Oil Corporation will submit a "Subsequent Report of Abandonment" to the Authorized Officer for approval. At that time, the Bureau of Land Management will formulate the appropriate surface rehabilitation requirements and attach them as the conditions of approval for final abandonment.

11. SURFACE OWNERSHIP

The well location and proposed access road route are situated on surface estate which is owned by the United States of America and administered by:

Area Manager Book Cliffs Resource Area Office Bureau of Land Management 170 South 500 East Vernal, Utah 84078 Telephone: (801) 789-1362

12. OTHER INFORMATION

A. General Description of the Project Area:

The project area is situated in the Uinta Basin section of the Colorado Plateaus physiographic province in an area of northeastern Utah which has undergone intensive oil/gas development activities within the last few years. The overall area is characterized by moderately to severely eroded uplands located between the Duchesne River to the north and the Green River to the east.

12. OTHER INFORMATION

A. General Description of the Project Area: Continued

This area is classified as a "High Plains Steppe" (cold desert) and exhibits a sparse to moderate vegetation density which is typical of semi-arid areas at higher elevations (5000-6000).

Generally, local flora consists of native grasses such as salt grass, galleta grass, needle-and-threadgrass, Indian ricegrass; woody species such as shadscale, horsebrush, black sagebrush, fringe sagebrush, big sagebrush, rabbitbrush, and greasewood along the dry drainages. Local fauna consists primarily of mule deer, coyotes, badgers, skunks, rabbits, raptors, and various smaller vertebrate and invertebrate species.

There are no known threatened or endangered species that would be affected by implementation of operations on the UTD Walton #26-3 well location.

B. Surface Use Activities:

The primary surface use is for livestock grazing.

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites:

- 1. The closest source of permanent water is the Duchesne River, located approximately thirteen (13) miles north of the proposed well location.
- 2. The closest occupied dwellings are located in the community of Myton, Utah approximately thirteen (13) miles northwest of the proposed well location.
- 3. Snyder Oil Corporation will be responsible for informing all persons associated with this project that they will be subject to prosecution for damaging, altering, excavating or removing any archaeological, historical, or vertebrate fossil objects or site(s).

If archaeological, historical or vertebrate fossil materials are discovered, Snyder Oil Corporation will suspend all operations that further disturb such materials and immediately contact the Authorized Officer.

12. OTHER INFORMATION

- C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued
 - 3. Operations will not resume until written authorization to proceed is issued by the Authorized Officer.

Within five (5) working days the Authorized Officer will evaluate the discovery and inform Snyder Oil Corporation of actions that will be necessary to prevent loss of significant cultural or scientific values.

Snyder Oil Corporation will be responsible for the cost of any mitigation required by the Authorized Officer. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that the required mitigation has been completed, Snyder Oil Corporation will be allowed to resume operations.

- D. Additional Requirements for Operations on Lands Administered by the Bureau of Land Management:
 - Snyder Oil Corporation will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds may be obtained from the Bureau of Land Management, or the Uintah County Extension Office.

On lands administered by the Bureau of Land Management, it is required that a "Pesticide Use Proposal" shall be submitted, and approval obtained, prior to the application of herbicides or other pesticides or possible hazardous chemicals for the control of noxious weeds.

2. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on federal lands after conclusion of drilling operations or at any other time without the proper authorization from the Bureau of Land Management.

12. OTHER INFORMATION

- D. Additional Requirements for Operations on Lands Administered by the Bureau of Land Management: Cont.
 - 2. However, if Bureau of Land Management authorization is obtained, it is only a temporary measure to allow Snyder Oil Corporation the time to make arrangements for permanent storage at a commercial facility.
 - 3. Snyder Oil Corporation shall contact the Bureau of Land Management between 24 and 48 hours prior to commencement of construction activities on the access road and/or well location: (801) 789-1362.

The Bureau of Land Management shall be notified upon site completion and prior to moving drilling tools onto the location.

13. LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

Representative

Snyder Oil Corporation Tim A. Burns, Drilling Engineer 1625 Broadway, Suite 2200 Denver, Colorado 80202 Telephone: (303) 592-8500

Heitzman Drill-Site Services*
Dale Heitzman and/or Robert M. Anderson
P.O. Drawer 3579
Casper, Wyoming 82602
Telephone: (307) 266-4840

* Contact for any additional information which may be required for approval of this Application for Permit to Drill.

Certification

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations (43 CFR 3100), Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

13. LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

Certification - Continued

Snyder Oil Corporation will be fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to their field representative(s) in order to ensure compliance.

The dirt contractor will be provided with a copy of the Surface Use Plan from the approved Application for Permit to Drill.

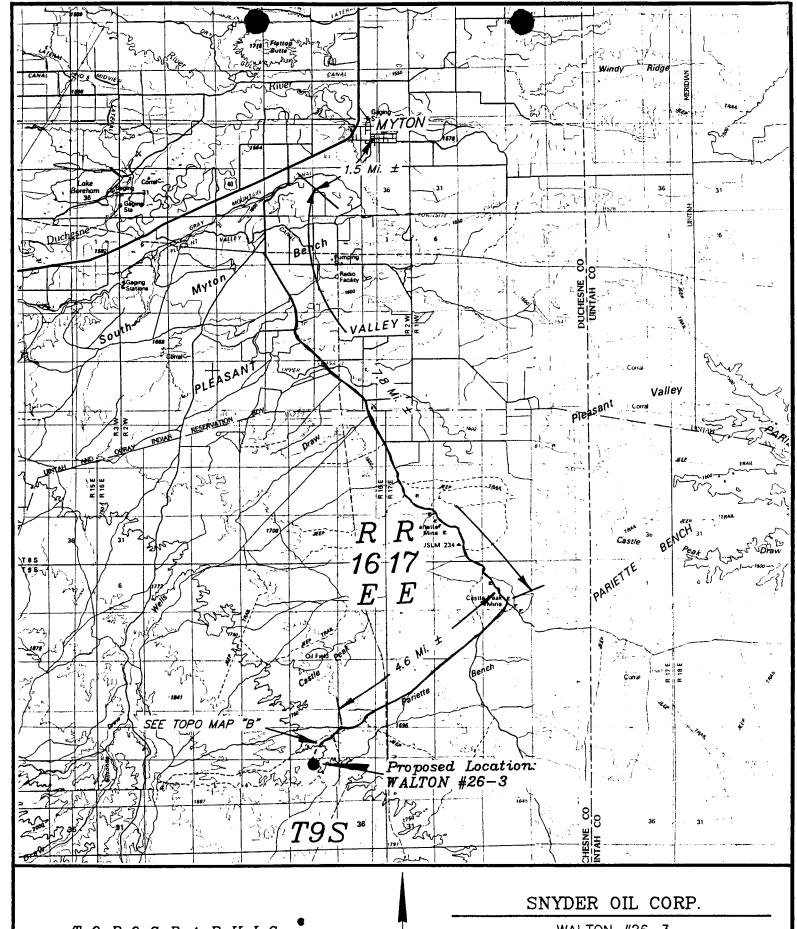
This drilling permit will be valid for a period of one (1) year from the date of approval. An extension period may be granted, if requested, prior to the expiration of the original approval period.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the Authorized Officer. If operations are to be suspended, prior approval of the Authorized Officer will be obtained and notification given before resumption of operations.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Snyder Oil Corporation, their contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Date

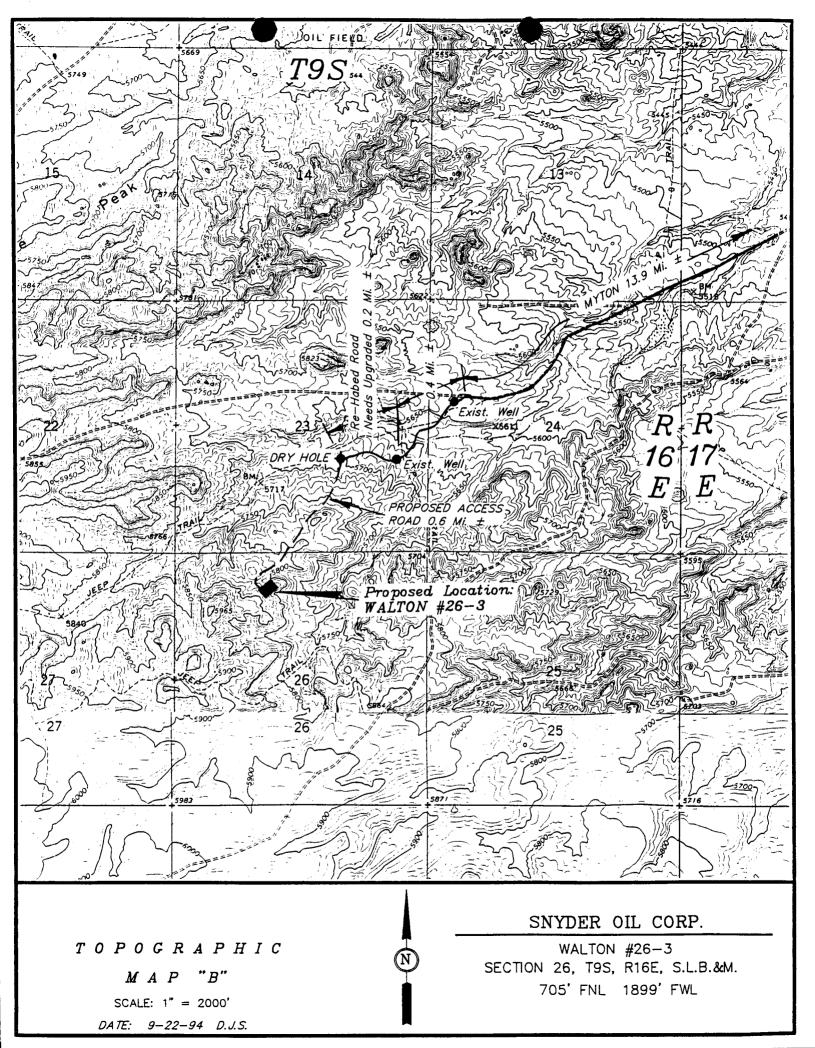
Robert M. Anderson/Authorized Agent

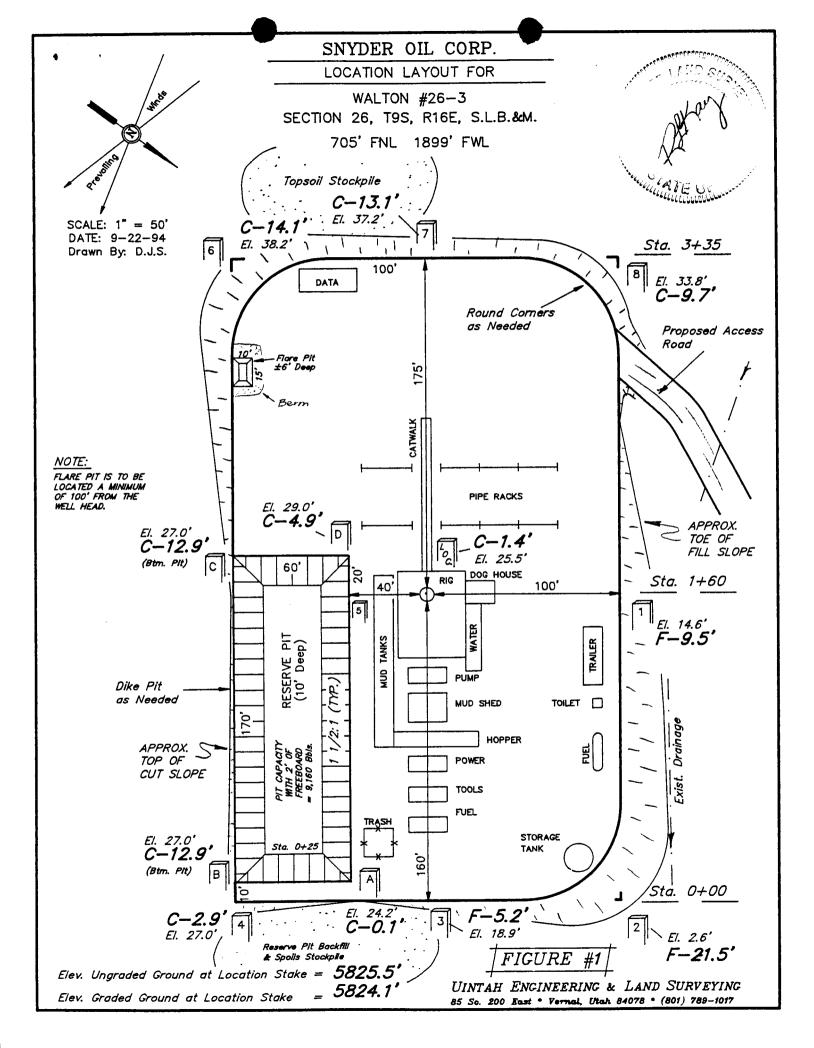


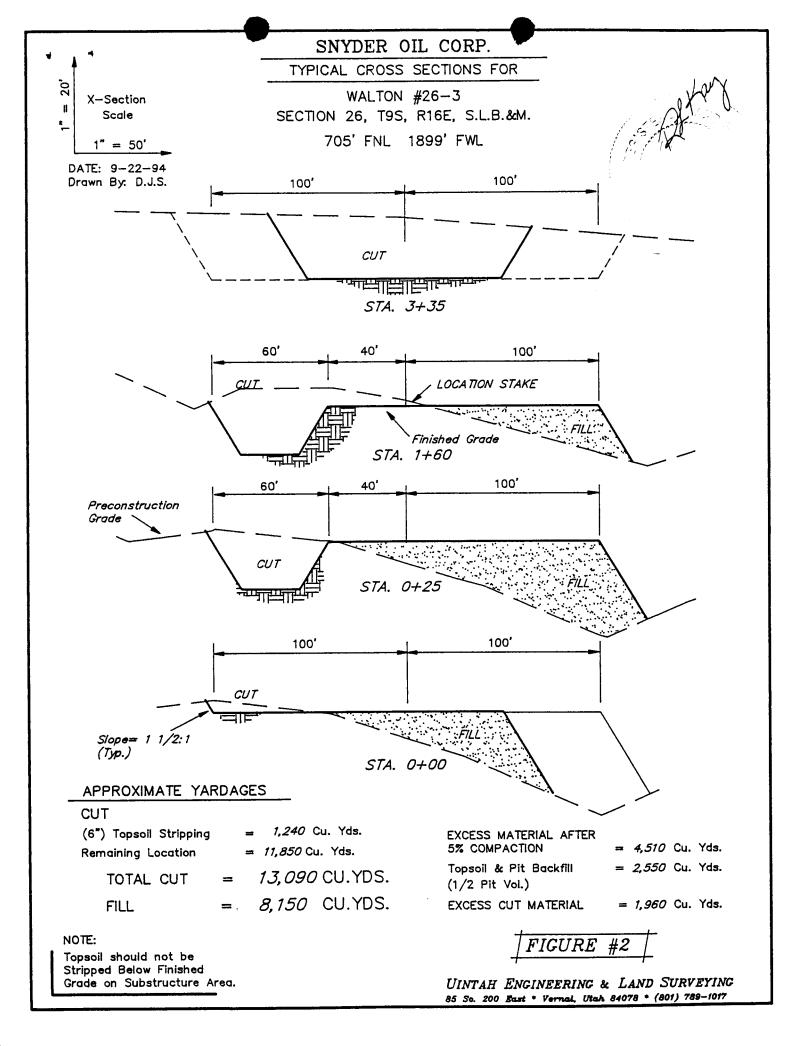
 $T \ O \ P \ O \ G \ R \ A \ P \ H \ I \ C$ $M \ A \ P \ "A"$ $DATE: \ 9-22-94 \ D.J.S.$



WALTON #26-3 SECTION 26, T9S, R16E, S.L.B.&M. 705' FNL 1899' FWL









API NO. ASSIGNED: 43-013-31477 APD RECEIVED: 11/09/94 WELL NAME: WALTON 26-3 OPERATOR: SNYDER OIL CORP (N1305) INSPECT LOCATION BY: PROPOSED LOCATION: NENW 26 - T09S - R16E TECH REVIEW | Initials | Date SURFACE: 0705-FNL-1899-FWL BOTTOM: 0705-FNL-1899-FWL Engineering DUCHESNE COUNTY MONUMENT BUTTE FIELD (105) Geology LEASE TYPE: FED Surface LEASE NUMBER: UTU-67844 PROPOSED PRODUCING FORMATION: GRRV LOCATION AND SITING: RECEIVED AND/OR REVIEWED: R649-2-3. Unit: Y Plat Bond: Federal[| State[] Fee[] ⁷ R649-3-2. General. (Number $\omega_{7-2,2,7,2}$ __) $\frac{N}{N}$ Potash (Y/N)Oil shale (Y/N)R649-3-3. Exception. V Water permit Drilling Unit. (Number <u>47-/674</u> Board Cause no: N RDCC Review (Y/N) Date: (Date: COMMENTS: STIPULATIONS:

STATE OF UTAH

Operator: SNYDER OIL CORP | Well Name: UTD WALTON 26-3

Project ID: 43-013-31477 | Location: SEC. 26 - T098 - R16E

<u>Design Parameters:</u> <u>Design Factors:</u> Mud weight (9.80 ppg) : 0.509 psi/ft Collapse : 1.125 Burst : 1.00 Shut in surface pressure : 2642 psi Internal gradient (burst): 0.065 psi/ft 8 Round : 1.80 (J) Annular gradient (burst) : 0.000 Buttress : 1.60 (J) psi/ft Tensile load is determined using buoyed weight Other : 1.50 (J) Body Yield : 1.50 (B) Service rating is "Sweet"

	Length (feet)	Size (in.)	Weight (lb/ft)	Grade	e Joir		Depth (feet)	Drift (in.)	Cost
1	5,950	5.500	15.50	M- 50) LT&C	2	5,950	4.887	
	Load (psi)	Collapse Strgth (psi)		Burst Load (psi)	Min Int Strgth (psi)	Yield S.F.	Load (kips)	Tension Strgth (kips)	S.F.
1	3029	3650	1.205	3029	4550	1.50	78.41	186	2.37 J

Prepared by: FRM, Salt Lake City, UT

Date : 12-19-1994

Remarks

Minimum segment length for the 5,950 foot well is 1,000 feet.

SICP is based on the ideal gas law, a gas gravity of 0.69, and a mean gas temperature of 104°F (Surface 74°F, BHT 134°F & temp. gradient 1.000°/100 ft.)

The mud gradient and bottom hole pressures (for burst) are 0.509 psi/ft and 3,029 psi, respectively.

NOTE: The design factors used in this casing string design are as shown above. As a general guideline, Lone Star Steel recommends using minimum design factors of 1.125 - Collapse (with evacuated casing), 1.0 - Burst, 1.8 - 8 Round Tension, 1.6 - Buttress Tension, and 1.5 - Body Yield. Collapse strength under axial tension was calculated based on the Westcott, Dunlop and Kemler curve. Engineering responsibility for use of this design will be that of the purchaser. Costs for this design are based on a 1987 pricing model. (Version 1.06)

SNYDER OIL CORPORATION MONUMENT BUTTE WALTON 26-3 SEC.26 T9S, R16E DUCHESNE COUNTY

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GERRITY OLL & GAS 11/21/96 UTD WALTON #26-3 SEC 26; 795; RIGE UT4-67844 43-013-31477 SOW NORTH TANKS O WELL



Michael O. Leavitt Ted Stewart Executive Director James W. Carter Division Director 801-538-5319 (TDD)

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340 801-359-3940 (Fax)

December 19, 1994

Snyder Oil Corporation 1625 Broadway, Suite 2200 Denver, Colorado 80202

UTD Walton #26-3 Well, 705' FNL, 1899' FWL, NE NW, Sec. 26, T. 9 S., R. 16 E., Duchesne County, Utah

Gentlemen:

Pursuant to Utah Admin. R. 649-3-2, Location and Siting of Wells and Utah Admin. R. 649-3-4, Permitting of Wells to be Drilled, Deepened or Plugged-Back, approval to drill the referenced well is hereby granted.

In addition, the following specific actions are necessary to fully comply with this approval:

- Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil 1. and Gas Conservation General Rules.
- Notification to the Division within 24 hours after drilling operations 2. commence.
- Submittal of Entity Action Form, Form 6, within five working days following 3. commencement of drilling operations and whenever a change in operations or interests necessitates an entity status change.
- Submittal of the Report of Water Encountered During Drilling, Form 7. 4.
- Compliance with the requirements of Utah Admin. R. 649-3-20, Gas Flaring 5. or Venting, if the well is completed for production.
- Prompt notification prior to commencing operations, if necessary, to plug 6. and abandon the well. Notify Frank R. Matthews, Petroleum Engineer, (Office) (801)538-5340, (Home) (801)476-8613, or K. Michael Hebertson, Reclamation Specialist, (Home) (801)269-9212.



Page 2 Snyder Oil Corporation UTD Walton #26-3 Well December 19, 1994

This approval shall expire one year after date of issuance unless substantial and continuous operation is underway or a request for an extension is made prior to the approval expiration date. The API number assigned to this well is 43-013-31477.

Sincerely,

Associate Director

ldc

Enclosures

cc:

Duchesne County Assessor

Bureau of Land Management, Vernal District Office

WOI1

Form 3160-3 (July 1992)

1a. TYPE OF WORK

DRILL X

UNITED STATES DEPARTMENT OF THE INTERIO DIV OF OIL GAS & MINING INDIAN, ALLOTTER OR TRIBE NAME BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

DEEPEN

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

DOGNIH

5. LEASE DESIGNATION AND SERIAL NO.

Not Applicable

7. UNIT AGREEMENT NAME

b. TYPE OF WELL OIL V	GAS —	<i>5</i> 22.	s:	NGLE MUL	TIPLE TV	Not Applica	
OIL X WELL X 2. NAME OF OPERATOR	WELL O	THER		ONE ZON		UTD Walton	
	•		Dhonos	(202) 502 0	E00	9. API WELL NO.	#20-3
3. ADDRESS AND TELEPHONE	il Corporatio 3NO.)fi	Phone:	(303) 592-8	300		
1625 Broa	adway. Suite	2200. Denver	r. Colora	do 80202		10. FIELD AND POOL,	OR WILDCAT
4. LOCATION OF WELL	(Report location cle	early and in accordan	nce with any	do 80202 State requirements.*)		Monument Bu	utte
At surface 705 FNI	, 1899' FWL (NENWA) Sect	tion 26.	T9S, R16E		11. SEC., T., R., M., OR AND SURVEY OR	BLK.
At proposed prod.	zone	(· · · · · · · · · · · · · · · · · · ·	•	•		Section 26	T95 R16F
Same As A	DOVE	ROM NEAREST TOWN	OR POST OFFIC	E*		12. COUNTY OR PARIS	
				of Myton, Utah	1	Duchesne	Utah
15. DISTANCE FROM P	ROPUSED*	11 (13) 11110.	16. N	O. OF ACRES IN LEASE	17. NO. 6	OF ACRES ASSIGNED HIS WELL	'
PROPERTY OR LEA		705		760	10.1	40	
18. DISTANCE FROM	PROPOSED LOCATION*	•	19. P	ROPOSED DEPTH	20. ROTA	RY OR CABLE TOOLS	
TO NEAREST WELL OR APPLIED FOR, ON	L, DRILLING, COMPLET THIS LEASE, FT.	red,	5	950'		Rotary	
21. ELEVATIONS (Show	whether DF, RT, GF	t, etc.)				22. APPROX. DATE W	
5825' GR						December 7	, 1994
23.	(ALL NEW	PROPOSEI	CASING AN	CEMENTING PROG	RAM		
SIZE OF HOLE	GRADE, SIZE OF C		T PER FOOT	SETTING DEPTH		QUANTITY OF CEMI	CNT
12-1/4"	8-5/8" .]-55 24	.0#	0- 300'		sx Circulated	to Surface
7-7/8"	5-1/2" N	1-75 15	<u>.5#</u>	0-5950'	675	sx Cement *	
				ŀ			
I hereby	y certify Lease Inte	that Snyd rest Owner	er Oil s to c	onduct leas	n is a se oper	authorized l	ciated
Federal lease a Nationwi all the with thi	Lease #UTU ctivities de Bond #W terms and s Applicat	J-67844. is being Y-2272, when condition ion.	Bond co g provino will s of th	verage purs ided by S be respons at portion	suant to nyder ible fo of the	TD Walton o 43 CFR 31 Oil Corpor or compliance lease asso	04 for ation, se with ociated
IN ABOVE SPACE DESC deepen directionally, give	CRIBE PROPOSED PRO pertinent data on subsurf	GRAM: If proposal is to face locations and measur	deepen, give dat red and true vertic	a on present productive ze al depths. Give blowout p	one and propose reventer program	d new productive zone. If, if any.	proposal is to drill or
SIGNED Ti	Dains		TITLE	Orilling Engir	neer	DATE11/	04/94
(This space for	HA. BUTHS Federal or State offic	e use)					
PERMIT NO.				APPROVAL DATE			conduct operations thereo
Application approval of CONDITIONS OF APPR	does not warrant or certify OVAL, IF ANY: NC	THAT THE APPLICANT HOLDS IN	egal or equitable to PPROV	Ide to those rights in the sub C ASSISTANT DISTRIC MAYACEP MINERA	NOITION	vould entitle the applicant to 6 OF APPROVAL A OPERATOR'S COPECT 1	CHACHED

*See Instructions On Reverse Side

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Sn	yder Oil Corporation
Well Name & Number:	UTD Walton 26-3
API Number:	43-013-31477
Lease Number:UTU	-67844
Location: NENW Sec	. 26 T.09S R. <u>16E</u>

NOTIFICATION REQUIREMENTS

Location Construction

at least forty-eight (48) hours prior to construction of

location and access roads.

Location Completion -

prior to moving on the drilling rig.

Spud Notice

at least twenty-four (24) hours prior to spudding the well.

Casing String and

Cementing

at least twenty-four (24) hours prior to running casing and

cementing all casing strings.

BOP and Related

Equipment Tests

at least twenty-four (24) hours prior to initiating pressure tests.

First Production

Notice

within five (5) business days after new well begins, or production resumes after well has been off production for more than ninety

(90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

COA's Page 2 of $\frac{8}{2}$ Well: UTD 26-3

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office. Copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 3M system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

The Vernal District Office shall be notified, at least 24 hours prior to initiating the pressure tests, in order to have a BLM representative on location during pressure testing.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the Top top of the Mahogany Oil Shale zone, identified at \pm 2471 ft.. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

The Vernal District Office shall be notified at least 24 hours prior to the running and cementing of all casing strings, in order to have a BLM representative on location while running and cementing all casing strings.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) will be run from the production casing shoe to \pm 2271 ft. and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

COA's Page 4 of 8
Well: UTD 26-3

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The Vernal District Office shall be notified, during regular work hours (7:45 a.m.-4:30 p.m., Monday through Friday except holidays), at least 24 hours **prior** to spudding the well.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9. d.) shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b. 4).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flowline will be buried or anchored down from the wellhead to the meter and within 500 feet downstream of the meter run or any production facilities. Meter runs will be housed and/or fenced.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

COA's Page 6 of 8
Well: UTD 26-3

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, please contact one of the following individuals:

Ed Forsman (801) 789-7077

Petroleum Engineer

Wayne Bankert (801) 789-4170

Petroleum Engineer

BLM FAX Machine (801) 781-4410

COA's Page 7 of 8 Well: UTD 26-3

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

- Unused fracturing fluids or acids
- Gas plant cooling tower cleaning wastes
- Painting wastes
- Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids
- Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste
- Refinery wastes
- Liquid and solid wastes generated by crude oil and tank bottom reclaimers
- Used equipment lubrication oils
- Waste compressor oil, filters, and blowdown
- Used hydraulic fluids
- Waste solvents
- Waste in transportation pipeline-related pits
- Caustic or acid cleaners
- Boiler cleaning wastes
- Boiler refractory bricks
- Incinerator ash
- Laboratory wastes
- Sanitary wastes
- Pesticide wastes
- Radioactive tracer wastes
- Drums, insulation and miscellaneous solids.

COA's Page 8 of 8
SOCO: UTD Walton #26-3

SURFACE USE PLAN OF OPERATION Conditions of Approval (COAs)

Wellsite Layout

The operator is required to use a plastic reinforced liner to line the reserve pit. The liner will be a minimum of 12 mil thickness with sufficient bedding to cover any rocks. All other statements referred to in 9.E of the Surface Use Plan are acceptable.

Method for handling Waste Materials

To prevent puncturing of the reserve pit liner 10.C.3 of the Surface Use Plan changes: No cans, barrels, pipe, etc will enter the reserve pit.

Additional Surface Conditions of Approval

All construction materials for surfacing of the access road or well pad location will be materials <u>native</u> to the location. The operator will require approval from the authorized officer of the BLM before using non-native materials for construction as stated in 2.G of the Surface Use Plan.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

To reduce soil erosion due to development of this location a siltcatchment basin will be constructed at the flagged location up drainage from corner #1, just west of the access road entrance to the well pad. Construction of the basin will be in accordance with the design specifications of the BLM - Vernal District.



Snyder Oil Corporation

P.O. Box 695 Vernal, Utah 84078 801/789-0323

December 15, 1995

Bureau of Land Management 710 S. 500 E. Vernal, UT 84078

Utah State Division of Oil Gas & Mining 3 Triad Center, Suite #350 355 W. North Temple Salt Lake City, Utah 84180-1203

RE: UTD Walton #26-3

NE/NW Section 26, T9S, R16E Duchesne County, Utah

Gentlemen:

Enclosed are copies of the "Sundry Notices and Reports on Wells", Form 3160-5 requesting a permit extension to drill the above referenced well. If you have any questions, please contact me at 801-789-0323.

Sincerely.

Lucy Nemec Senior Clerk

cc: Denver

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IED STATES				
DEPARTMENT OF THE INTERIOR				
BUREAU OF LAND MANAGEMENT				

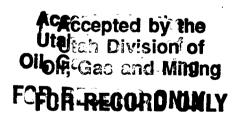
FORM APPROVED
Budget Bureau No. 1004-013
Expires: March 31 1903

Budget E	Bureau No.	1004-0135
Expires	March 31	1993

DONLAGO	5. Lease Designation and Serial No.		
SUNDRY NOTICES AN	UTU-67844		
Do not use this form for proposals to drill or t	6. If Indian, Allottee or Tribe Name		
Use "APPLICATION F	18 1995		
SUBMIT II	N TRIPLICATE	7. If Unit or CA, Agreement Designation	
Oil Well Gas Well Other	8. Well Name and No. UTD Walton #26-3		
. Name of Operator	9. API Well No. 4301331477		
SNYDER OIL CORPORATION Address and Telephone No.	10. Field and Pool, or Exploratory Area Monument Butte		
P. O. Box 695, Vernal, UT 84078 801/789	2-0323	11. County or Parish, State	
Location of Well (Footage, Sec., T., R., m., or Survey Description) 705' FNL, 1899' FWL NE/NW Section 26, 7	Duchesne, Utah		
	((s) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF A	ACTION	
X Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing X Other Permit Extension	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion o Completion or Recompletion Report and Log f	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Snyder Oil Corporation requests a permit extension until 12/19/96 to drill the above referenced well.



14. I hereby certify that the foregoing is the and correct Signed Lucy Nemec	Title Senior Clerk	Date 15-Dec-95
(This space for Federal or State office use)		
Approved by	Title	Date
Conditions of approval, if any:		

statements or representations as to any matter within its jurisdiction.



~ 1005

December 22, 1995

State of Utah Division of Oil, Gas & Mining 355 West North Temple, #350 Salt Lake City UT 84180

To Whom It May Concern:

Re: UTD Walton #26-03

NENW Sec. 26-T9S-R16E Duchesne County, UT

Paulo K. Porter

Gerrity Oil & Gas Corporation recently assumed operatorship of the above referenced well. Gerrity hereby requests that all information regarding this well be kept confidential for the next six (6) months.

If you should have any concern about this request, please don't hesitate to contact me by calling 303/757-1110, Ext. 315. Thank you for your attention to this matter.

Sincerely,

Paula K. Porter

Drilling Technician

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

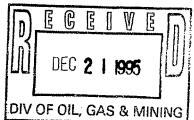
Lease Designation	and Serial No.
TIONAL COL	

SUNDRY NOTICES AND REPORTS ON WELLS UTU-67844 Do not use this form for proposals to drill or to deepen or reentry a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT -" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Gas 8. Well Name and No. Well UTD Walton #26-03 Well 9. API Well No. 2. Name of Operator 43-013-31477 Gerrity Oil & Gas Corporation 10. Field and Pool, or Exploratory Area 3. Address and Telephone No. **Monument Butte** 4100 E. Mississippi Ave., #1200, Denver CO 80222, 303/757-1110 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 705' FNT & 1800' FWT Sec 26 TOS

705 FILL & 1033 F VV L Sec. 20-	.132-KIOF	Duchesne Co., UI			
12. CHECK APPROPRIATE B	BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA				
TYPE OF SUBMISSION	ТҮРГ	E OF ACTION			
Notice of Intent X Subsequent Report Final Abandonment Notice	Abandonment Recompletion Ptugging Back Casing Repair Altering Casing X Other Change of Operator	Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)			

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Please be advised that Gerrity Oil & Gas Corporation is considered to be the operator of the UTD Walton #26-03, NENW Section 26, Township 9 South, Range 16 East, Duchesne County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by the United States Fire Insurance Company, Bond No. 610 2086013.



· A		DIV OF OIL	DIV OF OIL, GAS & MINING			
14. I hereby certify the Signed	natify oregoing is the and correct	Snyder Oil Corporation Title Landman	Date	12/20/95		
14. I hereby certify th	nat the foregoing is true and correct	Gerrity Oil & Gas Corporation				
Signed	shall way	Title Vice President	Date	12/20/95		
(This space for Fed Approved by	deral or State office use)	Title	Date			
Conditions of appr	oval, if any:					

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States andy false, fictitious or fraudulent statements or representations as to any mater within its jurisdiction.

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DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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Budget Bureau No. 1004-0135

		Expires: Mas-18 1923 5 1996
SUNDRY NOTICES	AND REPORTS ON WELLS	5. Lesse Designation and Serial No. UTU-67844
Do not use this form for proposals to o		
Use "APPLICATION	FOR PERMIT -" for such proposals	6. If Indian, Allottee or Tribe Name
SUBMITIN	I TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of Well		4
Oil Gas		8. Well Name and No.
Well Well Other	-	UTD Walton #26-03
		9. API Well No.
2. Name of Operator		43-013-31477
Gerrity Oil & Gas Corporation		10. Field and Pool, or Exploratory Area
3. Address and Telephone No.	•	Monument Butte
4100 E. Mississippi Ave., #1200	, Denver CO 80222, 303/757-1110	11. County or Parish, State
4. Location of Well (Footage, Sec., T., R., m., or Survey Desc	ription)	
TOEL WINT O LOOM THE T		
705' FNL & 1899' FWL Sec. 26	-T9S-R16E	Duchesne Co., UT
12 CHECK APPROPRIATE B	OX(s) TO INDICATE NATURE OF NOTICE, REI	POPT OF OTHER DATA
TYPE OF SUBMISSION	· ·	
	TYPE OF ACT	ION
Notice of Intent	Abandonment	Change of Plans
v	Recompletion	New Construction
X Subsequent Report	Plugging Back	Non-Routine Fracturing
Final Abandonment Notice	Casing Repair	Water Shut-Off
That Abadoliticat Notice	Altering Casing	Conversion to Injection
	X Other Change of Operator	Dispose Water
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
3. Describe Proposed or Completed Operations (Clearly state	all pertinent details, and give pertinent dates, including estimated date of starti	or any proposed work. If well is direction.
any united, give substitute locations and measured and	true vertical depths for all markers and zones pertinent to this work.)*	A interest commercial property.
Please be advised that Gerrity C	oil & Gas Cornoration is considered to be the	onemter of the TITE
Walton #26-03, NENW Section	Oil & Gas Corporation is considered to be the 26, Township 9 South, Range 16 East, Ducious of the lease for the operations conducted	thesne County Litab: and is rooman.
sible under the terms and condit	ions of the lease for the operations conducted States Fire Insurance Comments Bandal	d upon the leased lands Rond
coverage is provided by the Uni	ted States Fire Insurance Company, Bond N	0. 610 2086013.
<i>:</i>		
	VERNAL DIST.	
	Bird. 600 1/25/74	
	GEOL.	
	E.S	JAN 9 9 1838
_	PST.	
I hereby certify that the top of pegoing is true and corpect Signed	Snyder Gil Corporation	
Signed Council Character	1 Title Landman	Date 12/20/95
		Date12/20/93
. I hereby certify that the foregoing is true and correct	Gerrity Oil & Gas Corporation	
Signed MAN MURY	Title Vice President	Date 12/20/05
(This space for Federal of Space of The 1997)	A	Date 12/20/95
	ASSISTANT DISTRICT	
Approved by Conditions of approval, if any:	Title LANAGER MINER 113	Date JAN. 2 5 1996
as approved, it ally:		· · · · · · · · · · · · · · · · · · ·
		•

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States andy false, fictitious or fraudulent statements or representations as to any mater within its jurisdiction.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: GERRITY OIL & GAS CORP.
Well Name: UTD WALTON # 26-03
Api No. 43-013-31477
Section 26 Township 9S Range 16E County DUCHESNE
Drilling Contractor <u>UNION</u>
Rig #
SPUDDED: Date 12/31/95
Time 8:00 PM
How_ROTARY
Drilling will commence
Reported by SUNDRY NOTICE
Telephone #
Date: 1/3/96 SIGNED:JLT



OPERATOR: GERRITY DIL & GAS CO COMPANY REP:
WELL NAME: UTD WALTON #26-3 API NO 43-013-31477
QTR/QTR: NE/NW SECTION: 26 TWP: 095 RANGE: 16E
CONTRACTOR: UNION DRILLING COMPANY RIG NUMBER: #17
INSPECTOR: DENNIS INGRAM TIME: 1:45 PM DATE: 1/5/96
SPUD DATE: DRY: 12/31/95 ROTARY: 12/31/95 PROJECTED T.D.:
OPERATIONS AT TIME OF VISIT: RIGGING UP DRILLING RIG.
WELL SIGN: Y MUD WEIGHT N/A LBS/GAL BOPE: N/A
BLOGIE LINE: Y FLARE PIT: N H2S POTENTIAL: N
ENVIRONMENTAL:
RESERVE PIT: Y FENCED: Y PLASTIC: Y
RUBBER: N BENTONITE: SANITATION: Y
BOPE TEST RECORDED IN THE RIG DAILY TOUR BOOK: N/A
REMARKS:
OPERATOR HAD DEADLINE ON SPUD TO RETAIN LEASE SO THEY HAD ROSS
DRY SPUD WELL ON 12/31/95 (UNION WAS DOWN FOR HOLIDAY SEASON).
RIGUP TRUCKS WERE STILL ON LOCATION AND COMPANY MAN HADN'T
SHOWN UP ON LOCATION YET. TOOL PUSHER CLAIMED THAT THE PAPER
WORK HAD NOT YET ARRIVED. TOLD THEM I'D STOP BACK BY.

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135 Expires: March 31, 1993

SUNDRY NOTICES AN	ND REPORTS ON WELLS	5. Lease Designation and Serial No. UTU-67844
Do not use this form for proposals to dri	Il or to deepen or reentry a different reservoir.	6. If Indian, Allottee or Tribe Name
Use "APPLICATION FO	OR PERMIT -" for such proposals	
		7. If Unit or CA, Agreement Designation
SUBMIT IN	TRIPLICATE	
1. Type of Well	The second secon	7
Oil Gas Well Other		8. Well Name and No. UTD Walton #26-03
		9. API Well No.
2. Name of Operator		43-013-31477
Gerrity Oil & Gas Corporation		10. Field and Pool, or Exploratory Area
Address and Telephone No.		Monument Butte
4100 E. Mississippi Ave., #1200,	Denver CO 80222, 303/757-1110	11. County or Parish, State
4 Location of Well (Footage, Sec., T., R., m., or Survey Descri	ption)	
	,	
705' FNL & 1899' FWL Sec. 26-	T9S-R16E	Duchesne Co., UT
12. CHECK APPROPRIATE BO	DX(s) TO INDICATE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACT	FION
X Notice of Intent	Abandonment	Change of Plans
<u> </u>	Recompletion	New Construction
X Subsequent Report	Plugging Back	Non-Routine Fracturig
	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
•	Other	Dispose Water
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
	all pertinent details, and give pertinent dates, including estimated date of sta	
any drifted, give subsurface locations and measured and	true vertical depths for all markers and zones pertinent to this work.)*	
Please be advised that Gerrity C and set surface casing on Januar to complete the operation.	Oil & Gas Corporporation intends to spud thry 1, 1996. We intend to move Union Rig a	nis well on December 31, 1995 #17 on location on January 4, 1996
4. I hereby certify that the foregoing is true and correct	Gerrity Oil & Gas Corporation	
	• ///	
Signed Harri Alle Me	tthe Title Landman	Date 12/29/95

(This space for Federal or State office use) Approved by Title Date Conditions of approval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States andy false, fictitious or fraudulent statements or representations as to any mater within its jurisdiction.

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

SUNDRY NOTICES	AND	REPORTS	ON	WEL	.LS
----------------	-----	---------	----	-----	-----

5. Lease Designation and Serial No. UTU-67844

Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Do not use this form for proposals to dr Use "APPLICATION F	6. If Indian, Allottee or Tribe Name	
SUBMIT IN	TRIPLICATE	7. If Unit or CA, Agreement Designation
I. Type of Well Oil Gas Well Well Other	1/41 4 1996	8. Well Name and No. UTD Walton #26-03 9. API Well No.
2. Name of Operator Gerrity Oil & Gas Corporation		43-013-31477 10. Field and Pool, or Exploratory Area
3. Address and Telephone No.		Monument Butte
4100 E. Mississippi Ave., #1200,	Denver CO 80222, 303/757-1110	11. County or Parish, State
4. Location of Well (Footage, Sec., T., R., m., or Survey Descr 705' FNL & 1899' FWL Sec. 26-		Duchesne Co., UT
12. CHECK APPROPRIATE B	OX(s) TO INDICATE NATURE OF NOTICE, R	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF AC	CTION
X Notice of Intent X Subsequent Report	Abandonment Recompletion Plugging Back	Change of Plans New Construction Non-Routine Fracturig
Final Abandonment Notice	Casing Repair Altering Casing	Water Shut-Off Conversion to Injection

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Please be advised that Gerrity Oil & Gas Corporation spudded this well at 8:00 AM 12/31/95.

Other

Gerrity also seeks approval to utilize a 2000 psi BOP instead of the 3000 psi BOP as described on the original APD. We are utilizing Union Rig #17 for the drilling of this well and the 2000 psi BOP is standard equipment with this rig. Union has drilled a number of wells in the Monument Butte area utilizing the 2000 psi BOP. No abnormal temperatures or pressures are anticipated. No H2S has been encountered in or known to exist from previous wells drilled to similar depths in the general area. Maximum anticipated bottom hole pressure equals approximately 2,975 psi (calculated at 0.50 psi/ft. of hole) and maximum anticipated surface pressure equals approximately 1,666 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/ft. of hole).

14. I hereby certify that the foregoing is true and correct	Gerrity	Oil & Gas Corporation		
Signed Jours E Klutho	Title Reservo	ir Engineer	Date	01/02/96
(This space for Federal or State office use)		Accepted h	r the	
Approved by	Title	Utah [f Date	
Conditions of approval, if any		Oil, Gas and	# # T	
		FOR RECOMM	GNLY	
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly ar statements or representations as to any mater within its jurisdiction.	nd willfully to make to a			dulent

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVE	:D
Budget Bureau No.	1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No.

	ND REPORTS ON WELLS	UTU-67844
	ill or to deepen or reentry a different reservoir. OR PERMIT -" for such proposals	6. If Indian, Allottee or Tribe Name
SUBMIT IN	TRIPLICATE	7. If Unit or CA, Agreement Designation
Oil Well Other 2. Name of Operator Gerrity Oil & Gas Corporation 3. Address and Telephone No.	Denver CO 80222, 303/757-1110	8. Well Name and No. UTD Walton #26-03 9. API Well No. 43-013-31477 10. Field and Pool, or Exploratory Area Monument Butte 11. County or Parish, State
4. Location of Well (Footage, Sec., T., R., m., or Survey Descr 705' FNL & 1899' FWL Sec. 26-	ription) -T9S-R16E	Duchesne Co., UT
	OX(s) TO INDICATE NATURE OF NOTICE, RE	
TYPE OF SUBMISSION	TYPE OF ACT	ION
ally drilled, give subsurface locations and measured and	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other all pertinent details, and give pertinent dates, including estimated date of star true vertical depths for all markers and zones pertinent to this work.)* Sees to change the total depth of this well from the of 6,050'.	
		5 ()
4 I hereby certify that the foregoing is true and correct Signed Journal & Correct (This space for Federal or Prince use)	Gerrity Oil & Gas Corporation Title Reservoir Engineer	Date 01/03/96
Approved to full Conditions of approval, if any:	I my en rum in grace	Date 1/10/96

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

IJTIJ-67844

SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name 7. If Unit or CA, Agreement Designation 8. Well Name and No. UTD Walton #26-03 9. API Well No. 43-013-31477 10. Field and Pool, or Exploratory Area Monument Butte 11. County or Parish, State Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well
8. Well Name and No. UTD Walton #26-03 9. API Well No. 43-013-31477 10. Field and Pool, or Exploratory Area Monument Butte 11. County or Parish, State Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
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43-013-31477 10. Field and Pool, or Exploratory Area Monument Butte 11. County or Parish, State Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
10. Field and Pool, or Exploratory Area Monument Butte 11. County or Parish, State Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water
Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water
Duchesne Co., UT PORT, OR OTHER DATA ON Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water
Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water
Completion or Recompletion Report and Log form.) Ing any proposed work. If well is direction- Ill by running 5 1/2" J-55 will be tested to 87 1/2% Lamp When ISSE J.
Date 01/04/96

STATE OF UTAH, DIV OF OIL, GAS & MINERALS

Well Name: UTD WALTON 26-03 Operator: GERRITY OIL & GAS CORP Location: SEC. 26 - T098 - R16E Project ID: 43-013-31477

Design Factors: Design Parameters: : 1.125 Collapse Mud weight (9.80 ppg) : 0.509 : 1.00 Burst Shut in surface pressure : 2664 psi (J) : 1.80 8 Round Internal gradient (burst) : 0.069 psi/ft : 1.60 **(J)** Buttress Annular gradient (burst) : 0.000 psi/ft **(J)** : 1.50 Other Tensile load is determined using air weight : 1.50 (B) Body Yield Service rating is "Sweet"

	Length (feet)	Size (in.)	Weight (lb/ft)	Grade	e Join	_	Depth feet)	Drift (in.)	Cost
1	6,050	5.500	15.50	J-55	5 LT&C		6,050	4.825	
	Load (psi)	Collapse Strgth (psi)	S.F.	Burst Load (psi)	Min Int Strgth (psi)	Yield S.F.	Load	Tension Strgth (kips)	s.F.
1	3080	4040	1.312	3080	4810	1.56	93.78	217	2.31 J

MATTHEWS, Salt Lake City, Utah Prepared by

Date

01-10-1996

Remarks

: Minimum segment length for the 6,050 foot well is 1,500 feet.

SICP is based on the ideal gas law, a gas gravity of 0.69, and a mean gas

temperature of 116°F (Surface 74°F , BHT 159°F & temp. gradient 1.400°/100 ft.)

String type: Production

The mud gradient and bottom hole pressures (for burst) are 0.509 psi/ft and 3,080 psi, respectively.

NOTE:

The design factors used in this casing string design are as shown above. As a general guideline, Lone Star Steel recommends using minimum design factors of 1.125 - collapse (with evacuated casing), 1.0 - (uniaxial) burst, 1.8 - API 8rd tension, 1.6 - buttress tension, 1.5 - body yield tension, and 1.6 - EUE 8rd tension. Collapse strength under axial tension was calculated based on the Westcott, Dunlop and Kemler curve. Engineering responsibility for use of this design will be that of the purchaser.

Costs for this design are based on a 1987 pricing model. (Version 1.07)

UNITED STATES DEPARTMENT OF THE INTERIOR

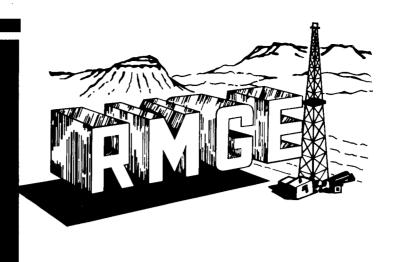
FORM APPROVED
Budget Bureau No. 1004-013
Expires: March 31 1993

BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS UTU-67844 Do not use this form for proposals to drill or to deepen or reentry a different reservoir. 6. If Indian. Allottee or Tribe Name Use "APPLICATION FOR PERMIT -" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well A M R PROPERTY Oil 8. Well Name and No. Well Well Other **UTD Walton #26-03** 9. API Well No. 2. Name of Operator 43-013-31477 Gerrity Oil & Gas Corporation 10. Field and Pool, or Exploratory Area 3. Address and Telephone No. **Monument Butte** 4100 E. Mississippi Ave., #1200, Denver CO 80222, 303/757-1110 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 705' FNL & 1899' FWL Sec. 26-T9S-R16E Duchesne Co., UT CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturia Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection **Progress Report** Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* MIRU Ross #12. Spudded well at 8:00 AM 12/31/95. Drilled 225' of 12 1/4" hole. Installed temp. 16" x 3' conductor pipe. Drilled from 225-305' GL. POOH to run casing. Ran 6 jts. 8 5/8" surface csg. set at 293' GL or 303' KB and cemented w/165 sx. Class G. 01/01/96 01/02/96 01/03/96 01/04/96 Grading location 01/05/96 MIRU Union #17 01/06/96 MIRU Union 17, Dennis Ingram w/Ut. O & G Comm. inspected location. 01/07/96 Drilled to 1219' 01/08/96 Drilled to 2633'. 14. I hereby certify that the foregoing is true and correct Gerrity Oil & Gas Corporation Signed Title Petroleum Engineer 01/10/96 (This space for Federal or State office use) Approved by Title Conditions of approval, if any:

*See Instructions on Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States andy false, fictitious or fraudulent

statements or representations as to any mater within its jurisdiction.



GERRITY OIL & GAS CORP.

UTD Walton 26-3 Sec. 26, T9S, R16E Duchesne County, UT

4301331477

Well Logging

Consulting Geology

Coal Bed Methane Services

Computerized Logging Equipment & Software

ROCKY MOUNTAIN GEO-ENGINEERING CORP.

2450 INDUSTRIAL BLVD. • GRAND JUNCTION, CO 81505

(970) 243-3044 • (FAX) 241-1085

MICROFICHE



ROCKY MOUNTAIN GEO-ENGINEERING CORP.

Well Logging • Consulting Geology • Coal Bed Methane Services • Computerized Logging Equipment & Software

2 1996

2450 INDUSTRIAL BLVD. • GRAND JUNCTION, CO 81505 (970) 243-3044 • FAX: 241-1085

January 17, 1996

Attn.: Eric Lipinski

Gerrity Oil & Gas Corporation 4100 E. Mississippi Ave., #1200

Denver, CO 80222

Re:

UTD Walton 26-03

Sec. 26, T9S, R16E Duchesne County, Utah

Dear Mr. Lipinski:

Enclosed are the final logs/bit record for the above referenced well.

We appreciate the opportunity to be of service to you and look forward to working with you again in the near future.

If you have further questions, please contact us.

Sincerely,

Bill Nagel

Senior Geologist

BN/dn

Enc. 5 Final Computer Colored Logs/Bit Record/Data Disk

- 2 Final Computer Colored Logs; Bureau of Land Management; E. Foresman; Vernal UT
- 2 Final Computer Colored Logs; State of Utah; Salt Lake City, UT
- *Dry Cuts Shipped UPS 1/15/96 to Eric Lipinski; Gerrity Oil & Gas; Denver, CO

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

Do not use this form for proposals to drill or to deepen or reentry a different reservoir. Use "APPLICATION FOR PERMIT -" for such proposals

6. If Indian, Allottee or Tribe Name

5. Lease Designation and Serial No. **UTU-67844**

.ICATE	7. If Unit or CA, Agreement Designation		
	8. Well Name and No.		
A Mark in manufold the de de la	UTD Walton #26-03 9. API Well No.		
	43-013-31477		
	10. Field and Pool, or Exploratory Area		
	Monument Butte		
30222, 303/757-1110	11. County or Parish, State		
	Duchesne Co., UT		
O INDICATE NATURE OF NOTICE, RE	PORT, OR OTHER DATA		
Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans New Construction Non-Routine Fracturig Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)		
	30222, 303/757-1110 O INDICATE NATURE OF NOTICE, RETYPE OF ACT Abandonment Recompletion Plugging Back Casing Repair Altering Casing		

ally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Gerrity intends to complete this well as follows:

Test BOP, testing casing to 3800 psi and run CBL from PBTD to TOC @ approx. 2000'
 Perforate from 5583'-5845' OA, breakdown with acid and fracture treat. Flowback or swab frac fluid.

3. Isolate above perfs with bridge plug. Perforate from 4860'-4886' OA, breakdown perfs with acid and fracture treat. Flowback or swab back fluid.

4. Isolate above perfs with bridge plug. Perforate from 4572'-4586' OA, breakdown perfs and fracture treat.

5. Remove all bridge plugs and commingle production from all zones.

MAR - A

14. I hereby certify that the foregoing is true and correct		Gerrity Oil & Gas Corporation					
Signed Ph	hel Stalnahar	Title Acquisitio	Date	02/28/96			
(This space for Federal or State office use) Approved by Conditions of approval, if any:		Accepted by the Uteh Project of Clining					
Title 18 U.S.C. Section 1001, m statements or representations as	akes it a crime for any person knowingly and willfull on any mater within its jurisdiction.	y to make to any department	or agency of Charles Removed For	WILLY			

STATE OF UTAH DIVISION OF OIL, GAS AND MINING WORKOVER AND COMPLETION RECORD

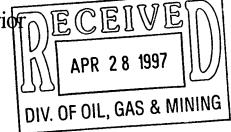
OPERATOR: GERRITY OIL & GAS CO COMPANY REP: MIKE GRIFFITH
WELL NAME: UTD WALTON #26-3 API NO:43-013-31477
SECTION: 26 TWP: 095 RANGE: 16E COUNTY: DUCHESNE
TYPE OF WELL: OIL: YES GAS: WATER INJECTION:
STATUS PRIOR TO WORKOVER: DRILL
INSPECTOR: DENNIS L. INGRAM TIME: 11:20 AM DATE: 3/13/96
REASON FOR WORKOVER:
CHANGE OF LIFT SYSTEM: PUMP CHANGE: PARTED RODS:
CASING OR LINER REPAIR: ACIDIZE: COMPLETION: YES
TUBING CHANGE: WELLBORE CLEANOUT: WELL DEEPENED:
ENHANCED RECOVERY: THIEF ZONE: CHANGE ZONE:
ENVIRONMENTAL/DISPOSITION OF FLUIDS USED:
PIT: LINED_Y UNLINED FRAC TANK_(3) BOPE: Y H2S PRESENT: N
OPERATIONS AT THE TIME OF INSPECTION: JUST FINISHED SQUEEZE JOB
ON WATER ZONE MIKE SAYS THEY MISREAD THE LOGS AND SHOT WATER
THINKING IT WAS OIL. SQUEEZED PERFS FROM 4860 TO 4886.
REMARKS:
MIKE SAYS THAT THEY HAD ALREADY SHOT LOWER PERFS AND FOUND
APPROXIMATELY A 40 BARREL PER DAY WELL, BUT ARE LOOKING FOR
MORE.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155



In Reply Refer To: 3100 UTU-61566 et al (UT-932) APR 2 3 1997

NOTICE

Patina Oil & Gas Corporation 1625 Broadway, Suite 2000 Denver, Colorado 80202 Oil and Gas

Merger Recognized

Acceptable evidence has been filed in this office concerning the merger of Gerrity Oil & Gas Corporation into Patina Oil & Gas Corporation with Patina Oil & Gas Corporation being the surviving entity.

For our purposes, the merger is recognized effective April 1, 1997, the date the Secretary of State of Delaware certified the merger.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the merger. We are notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

By recognition of the merger, the principal/obligor is automatically changed by operation of law from Gerrity Oil & Gas Corporation to Patina Oil & Gas Corporation on Bond No. 610 2086013 (BLM Bond No. UT1014).

ROBERT LOPEZ

Group Leader, Minerals Adjudication Group

Enclosure

Exhibit of Leases

cc:

Colorado State Office

Wyoming State Office Moab District Office Vernal District Office

MMS-Reference Data Branch, MS 3130, Box 5860, Denver, CO 80217

State of Utah, DOGM, Attn: Lisha Cordova (Ste. 1210), Box 145801, SLC, UT 84114-5801

Exhibit of Affected Leases

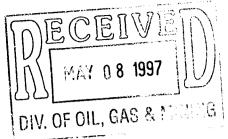
U-61396 (ORRI)	UTU-69023	UTU-74834
U-61566	UTU-73905	UTU-74836
U-63150	UTU-73908	UTU-74967
UTU-64906	UTU-73918 (ORRI)	UTU-74974 (ORRI)
UTU-64907	UTU-73919 (ORRI)	UTU-75076 ` ´
UTU-64908	UTU-73920 (ORRI)	UTU-75079
UTU-64911	UTU-73921 (ORRI)	UTU-75080
UTU-64912	UTU-73922 (ORRI)	UTU-75081
UTU-65485	UTU-74394	UTU-75082
UTU-65771	UTU-74401	UTU-75083
UTU-65777	UTU-74402	UTU-75084
UTU-66014	UTU-74408	UTU-75085
UTU-66406 (ORRI)	UTU-74424	UTU-75086
UTU-66416 (ORRI)	UTU-74426	UTU-75087
UTU-66418 (ORRI)	UTU-74457	UTU-75088
UTU-66419 (ORRI)	UTU-74480 (ORRI)	UTU-75098 (ORRI)
UTU-66420 (ORRI)	UTU-74481 (ORRI)	UTU-75104 (ORRI)
UTU-66421 (ORRI)	UTU-74830	UTU-75118 (ORRI)
UTU-66473	UTU-74832	UTU-75119 (ORRI)
UTU-67844	UTU-74833	UTU-75120 (ORRI)
		UTU-75121 (ORRI)



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155



In Reply Refer To: 3100 SL-071725C U-0145459 U-5217 (UT-932)

MAY 7 1997

NOTICE

Patina Oil & Gas Corporation 1625 Broadway, Suite 2000 Denver, Colorado 80202 Oil and Gas

Notice of Merger Recognized Amended

By notice, dated April 23, 1997, this office recognized the merger of Gerrity Oil & Gas Corporation into Patina Oil & Gas Corporation with Patina Oil & Gas Corporation being the surviving entity.

The exhibit of leases noted to be affected by the merger is hereby amended to include the following oil and gas leases: SL-071725C, U-0145459, and U-5217.

Gerrity is listed as a well operator on the aforementioned leases.

ROBERT LOPEZ

Group Leader, Minerals Adjudication Group

cc: Vernal Field Office

MMS-Reference Data Branch, MS3130, Box 5860, Denver, Colorado 80217 State of Utah, DOGM, Attn: Lisha Cordova (Ste. 1210), Box 145801, SLC, UT 84114



Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 801-359-3940 (Fax) 801-538-7223 (TDD)

1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax)

June 3, 1997

Jennifer Carter Patina Oil & Gas Corporation 1625 Broadway, Suite 2000 Denver, Colorado 80202

Merger of Gerrity Oil & Gas Corporation into Patina Oil & Re: Gas Corporation with Patina Oil & Gas Corporation being the surviving entity.

Dear Ms. Carter:

In reviewing the merger for the referenced companies, it was determined that Patina Oil & Gas Corporation is not currently registered with the Utah Department of Commerce. This letter is written to advise you of your responsibility to register your company with the state prior to conducting business within Utah. This can be accomplished by contacting:

Department of Commerce Division of Corporations 160 East 300 South Salt Lake City, Utah 84111 (801)530-4849

Sincerely,

Lisha Cordova Admin. Analyst

cc: Department of Commerce D. T. Staley Associate Director Operator File(s)

	* Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET Routing 1-1								
	Attach all documentation received by the division regarding this change. 3.DTSDUS 8-SI 4-VLD 9-FILE 5.IDR						R-SI LZ-R		
	Designation of Operator (well sold) Designation of Operator Designation of Operator								
The	oper	rator of the wel	ll(s) listed below h	nas changed, effe	ctive: <u>4-1-9</u>	7 (MERGER)		
JENNIFER CARTER			1625 BROADWAY S DENVER CO 8020 JENNIFER CARTER Phone: (303)38	TE 2000 22 9-3600	FROM: (old o	perator) (address)	DENVER JENNIF Phone:	Y OIL & GAS ROADWAY STE CO 80202- ER CARTER (303)389-3 at no. N6355	2000 4720
WE	LL(S	S) attach additiona	al page if needed:						
Name Name Name Name Name Name		ED WASH FED IRTY DEVIL 2 TD WALTON 26	22–27 API: 5–3/DRL API: API: API: API:	43-047-30339 43-047-30124 43-047-31507 43-013-31477	Entity: 6200	S 9 T S 18 T S 27 T S 26 T S T S T		24E Lease: 24E Lease: 16E Lease: Lease: Lease: Lease:	U5217 U0145459 SL071725C UTU67844
OPERATOR CHANGE DOCUMENTATION 1. (r649-8-10) Sundry or other legal documentation has been received from the FORMER operator (attach to this form). See Blin le Wers 4-23-97 & 5-7-97.									
*	2.	(r649-8-10) Sundry or other legal documentation has been received from the NEW operator (Attach to this form).							
Lec	3.	3. The Department of Commerce has been contacted if the new operator above is not currently operating any wells in Utah. Is the company registered with the state? (yes no) If yes, show company file number: Lefter mailed 6-3-97. (See a feehed)					perating any file number:		
fic	4.	FOR INDIAN note of BLM	N AND FEDERAL status in commer ald ordinarily take	L WELLS ONLY	Y. The BLM h s form. BLM	as been cont approval of	tacted reg Federal	garding this ch and Indian v	ange. Make vell operator
uc	5.	Changes have	e been entered in th	he Oil and Gas I	nformation S	ystem (3270) for eac	h well listed a	bove.
<u>Lec</u>	6.	Cardex file h	as been updated for	or each well listed	d above.lb-l-9	7)			
<u>Lec</u>	7.		els have been upda		•	. 1			
<u>Le</u>	8.	Changes have to Trust Lands	been included on t s, Sovereign Land	the monthly "Ope s, UGS, Tax Con	erator, Address nmission, etc.	s, and Accou	int Chang	ges" memo for	r distribution

ENTIT	Y REVIEW
<u>Le</u> 1.	(r649-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes no) If entity assignments were changed, attach copies of Form 6, Entity Action Form.
N/A 2.	Trust Lands, Sovereign Lands, Tax Commission, etc., have been notified through normal procedures of entity changes.
BOND '	VERIFICATION - (FEE WELLS ONLY)
N A 1.	(r649-3-1) The NEW operator of any fee lease well listed above has furnished a proper bond.
171c ₂ .	A copy of this form has been placed in the new and former operator's bond files.
3.	The FORMER operator has requested a release of liability from their bond (yes/no), as of today's date If yes, division response was made to this request by letter dated
LEASE	INTEREST OWNER NOTIFICATION OF RESPONSIBILITY
v/4 1.	Copies of documents have been sent on to at Trust Lands for changes involving State leases, in order to remind that agency of their responsibility to review for proper bonding.
_	(r649-2-10) The former operator of any fee lease wells listed above has been contacted and informed by letter dated 19, of their responsibility to notify all interest owners of this change.
FILMIN	NG
<u>1</u> .	All attachments to this form have been microfilmed. Today's date: 11.17.78.
FILING	
1.	Copies of all attachments to this form have been filed in each well file.
2.	The original of this form, and the original attachments are now being filed in the Operator Change file.
COMM	ENTS
970le00	6 BLm/SL aprv. 4-23.97 E. 5-7-97 eff. 4-1-97.

Form 9

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

6. Lease Designation and Serial Number

	U1U-67844			
	7. Indian Allottee or Tribe Name			
SUNDRY NOTICES AND REPOR	0000000 0000000 00 10000000000000000000			
Do not use this form for proposals to drift new wells, deepen existing wells, of Use APPLICATION FOR PERMIT — for su	NIA NIA			
Type of Well	9. Well Name and Number			
↑ Oil Gas Other (specify Well	<u>Orange of the Property of the</u>			
2. Name of Operator Chandler & Associates, Inc.	10. API Well Number 43-013-31477			
3. Address of Operator	4. Telephone Number 11. Field and Pool, or Wildcat			
475 17th Street, Suite #1000	(303) 295-0400 Monument Butte			
5. Location of Well Footage : 705' FNL & 1899' FWL, Se QQ, Sec, T., R., M. :	ec. 26-T9S-R16E c _{ounty} : Duchesne state: Utah			
12. CHECK APPROPRIATE BOXES TO IN	IDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
NOTICE OF INTENT (Submit in Duplicate)	SUBSEQUENT REPORT (Submit Original Form Only)			
Abandonment New Construction	n Abandonment * New Construction			
Casing Repair Pull or Alter Casi	ng Casing Repair Pull or Alter Casing			
Change of Plans Recompletion	Change of Plans Shoot or Acidize			
Conversion to Injection Shoot or Acidize	Conversion to Injection Vent or Flare			
Fracture Treat Vent or Flare	Fracture Treat Water Shut-Off			
Multiple Completion Water Shut-Off	X Other Change of Operator			
Other				
	Date of Work Completion			
Approximate Date Work Will Start	Report results of Multiple Completions and Recompletions to different reservoirs on WELL COMPLETION OR RECOMPLETION AND LOG form.			
	* Must be accompanied by a cement verification report.			
locations and measured and true vertical depths for all markers and zones	all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface pertinent to this work.) nandler & Associates, Inc assumed operations of this well.			
	JUN 2 3 1997			
	DIV. OF OIL, GAS & MINING			
14. I hereby certify that the foregoing is true and correct				
Name & Signature FRRY J. Cox hampen	Title Vice President/ Operations & Date 06/18/97			
(State Use Only)				

OIL & GAS CORPORATION

Facsimile Cover Sheet

To: Lisha Cordova

Company: Phone:

Fax: 801-359-3940

From: Paulo Portes

Department: Operations

Company: Patina Oil & Gas Corporation

Phone: 303-389-3600 Fax: 303-595-7411

Date: 7/7/97

Pages, including

Cover page: A

Any problem, please call

Confidentiality Notice

This facsimile transmission and any accompanying documents contain information belonging to the sender for the use of the addressee named herein and may be CONFIDENTIAL AND LEGALLY PRIVILEGED. If you are not the intended recipient, or the employee or agent responsible for delivering it to the intended recipient, and have received this transmission in error, any disclosure, copying, distribution, or action taken in reliance on the contents of the information contained in this facsimile transmission is strictly prohibited. If you have received this transmission in error, please immediately notify the sender by telephone (303) 389-3600 (if long distance, please call collect) and return the original to the sender's attention via the United States Postal Service. Thank you,

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Control and Control and Control			UTU-678	44
SUNDRY NOTIC	ES AND REPORTS (Mulera	7. Indian Allottes or Tribe	Name
Life Ind. Use 1916 form the promise to deliferate	William Street and the street will be to record	and the same of th	8. Unit or Communitization	
Voe APPLICATI	ON FOR PERSON A TOTAL POR		NA	n Agreement
I. Type of Well		The state of the s	9. Well Name and Numb	V
X Oil Gee Well Well	Other (specify) 7			on #26-03
. Name of Operator			10. API Well Number	
Chandler & Associates, In	C.		43-013-31	A77
. Address of Operatur		4. Telephone Number	11. Field and Pool, or Wild	<u>~ 7 </u>
475 17th Street, Suite #10	00	(303) 295-040	<u>Monumen</u>	t Butte
	& 1899' FWL; Sec. 26	R-TOS-PIRE	Duchesne	
QQ, 8ec, T., R., M. :		State	Utah	
CHECK APPROPR	INTE BOXES TO MIDICA	TE MATURE DE NOTICE	RECORDINGREGIE	ROATA
" NOTICE OF IN	TENT		BSEQUENT REPORT	
(Submit in Dupi Abandonment	-	(8	ubmit Original Form Only)	
Casha Repair	New Construction	Abendonment *	New Con	
Change of Piens	Multi or After Queing Recompletion	Casing Repair	=	ter Casing
Conversion to Injection	Shoot or Acidize	Charge of Flans Conversion to Injecti	Shoot or	
Frecture Treat	Vent or Flare	Freeture Troot		
Multiple Completion	Water Shut-Off	X Other Change of	Water 54	ur-oli
Other		Since Officially of	- Operawi	
		Date of Work Completion	•	
Approximate Date Work Will Start				
-		Report results of Multiple Comp	riellons and Rossmpletions to diff	erent reservoirs
			ECOMPLETION AND LOG form. a carriert varification report.	
DESCRIBE PROPOSED OR COMPLETED OF	PERATIONS (Clearly state all pertiner	Addis and the male and the second	well in Circohorrally drilled solve as	
incetions and measured and true vertical depth	a for all markers and zones partinant t	o this work.)	, , 	
Please be advised that offe	ective 4/1/97 Chandle	r 2 Associates Inc. o.		
Please be advised that effe	COME TO THE CHANNE	r & Associates, Inc as	sumed operations	of this well,
,		,	·	- /
	•1	li c	heceiv	
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		111	\\ JUN 23 1997	111 //
		14	[7]	
		n.	V OE OU CAC A L	
•		UI	v. of oil, gas & n	nining :
I hereby certify that the foregoing is true as	nd correct			· · · · · · · · · · · · · · · · · · ·
	-01			
			foe President/ Operations &	Date 06/18/97
who voo Only) Patring 011 & Gerrity 011 & Gag Corpora	as Corporation, su	ccessor to		
	C LOII			
april 14un		Vice	President	7/7/07
erry L. Ruby		Titl		7/7/97 Date
Vict Prasident	See Instruction	& on Reverse Ride		Jul-2



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal District Office 170 South 500 East Vernal, Utah 84078-2799

Phone: (801) 781-4400 Fax: (801) 781-4410

IN REPLY REFER TO: 3162.3 UT08300

July 10, 1997

Chandler & Associates, Inc.

Attn: Terry J. Cox

475 17th Street, Suite 1000

Denver CO 80202

Re:

Well No. UTD Walton 26-03

NENW, Sec. 26, T9S, R16E

Lease U-67844

Duchesne County, Utah

43-013-31477

Dear Mr. Cox:

This correspondence is in regard to the Sundry Notice submitted requesting a change in operator for the referenced well. After a review by this office, the change in operator request is approved. Effective immediately, Chandler & Associates, Inc. is responsible for all operations performed on the referenced well. All liability will now fall under your bond, BLM Bond No. UT0969, for all operations conducted on the referenced well on the leased land.

Please note, this lease is in its extended term and will expire on December 31, 1997, unless a Well Completion Report is received.

If you have any other questions concerning this matter, please contact Margie Herrmann or Pat Sutton of this office at (801) 781-4400.

Sincerely,

Howard B. Cleavinger It Assistant Field Manager

Minerals Resources

cc:

Patina Oil & Gas Corporation Division Oil, Gas, & Mining / MCNIC Oil & Gas Properties

JUL 15 1997

DIV. OF OIL, GAS & MINING

HORM 3160-5 Budget Bureau No. 1004-0135 Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No SUNDRY NOTICES AND REPORTS ON WELLS UTU-67844 Do not use this form for proposals to drill or to deepen or reentry a different reservoir. 6. If Indian, Allottee or Tribe Name N/A OF OIL, GAS USANAPHICATION FOR PERMIT -" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well 8. Well Name and No. Oil Gas UTD Walton 26-03 Well Other Well 9. API Well No. 43-013-31477 CONFIDENTIAL 2. Name of Operator Field and Pool, or Exploratory Area Chandler & Associates, Inc. **Monument Butte** 3. Address and Telephone No. 475 17th Street, Suite 1000, Denver, CO 80202 970-675-8451 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) Duchesne, Utah 705' FNL, 1899' FWL (NENW) Sec. 26, T9S, R16E CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Notice of Intent Abandonment New Construction Recompletion Non-Routine Fracturing Subsequent Report Plugging Back Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Report of first production Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Date completed: July 30, 1997 CONFIDENTIAL Date of first production: August 4, 1997 Production method: Pumping Test Date & Data: August 20, 1997 for 24 hours. 20 bbls oil, 0 bbls water, 20 MCFD gas (used on lease) tubing pressure 0#, casing pressure 30#. 14. I hereby certify that the foregoing is true 08/20/97 Title Operations/Production Supervisor ral or State office use (This space for F Title Approved by Conditions of approval, if any

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent

statements or representations as to any matter within its jurisdiction.

Division of Oil, Gas and Mining **OPERATOR CHANGE WORKSHEET** Attach all documentation received by the division regarding this change. Initial each listed item when completed. Write N/A if item is not applicable. 9-FILE ☐ Designation of Agent Change of Operator (well sold) ☐ Designation of Operator ☐ Operator Name Change Only The operator of the well(s) listed below has changed, effective: 4-1-97TO: (new operator) CHANDLER & ASSOCIATES INC FROM: (old operator) PATINA OIL & GAS CORP. 1625 BROADWAY STE 2000 (address) 475 17TH ST STE 1000 (address) DENVER CO 80202 DENVER CO 80202 TERRY COX Phone: (303)389-3600 Phone: (303)295-0400 Account no. N5580 N3320 Account no. __ WELL(S) attach additional page if needed: 43-013-31477 Entity: 99999 S 26 T 9S R 16E Lease: Name: **UDT WALTON 26-3/DRL** API: <u>UTU67844</u> S ____ API: Entity: Name: S ____ R API: Entity: Name: T R Lease: Entity: API: Name: Τ Lease: Entity: API: Name: R Lease: API: Entity: Name: Lease: API: Name: OPERATOR CHANGE DOCUMENTATION 1. (r649-8-10) Sundry or other legal documentation has been received from the FORMER operator (attach to this form). (leg. 7-3.97/msg) (Rec'd 9-7-97) (r649-8-10) Sundry or other legal documentation has been received from the NEW operator (Attach to this form). (feed 6-23-97) The Department of Commerce has been contacted if the new operator above is not currently operating any wells in Utah. Is the company registered with the state? (yes/no) _____ If yes, show company file number: FOR INDIAN AND FEDERAL WELLS ONLY. The BLM has been contacted regarding this change. Make note of BLM status in comments section of this form. BLM approval of Federal and Indian well operator changes should ordinarily take place prior to the division's approval, and before the completion of steps 5 through 9 below. Changes have been entered in the Oil and Gas Information System (3270) for each well listed above. Cardex file has been updated for each well listed above. (7-17-97) Well file labels have been updated for each well listed above. (7-17-97) Changes have been included on the monthly "Operator, Address, and Account Changes" memo for distribution to Trust Lands, Sovereign Lands, UGS, Tax Commission, etc. (7-17-97) A folder has been set up for the Operator Change file, and a copy of this page has been placed there for

reference during routing and processing of the original documents.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUBMIT IN D

structions on reverse side)

FORM APPROVED OMB NO. 1004-0137

Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO

UTU-67844

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

WELL (COMPL	ETION O	R REC	OMPLE	TION RE	PORT A	ND LOG	*	N/A	Company of Marie 1981 1 and 1981
1a. TYPE OF WOR		OIL		GA5					7. UNIT AGREEMEN	T NAME
		WELL	X	WELL	DRY	Other			N/A	
1b. TYPE OF WELL	ւ									
NEW	WORK	DEEP-		PLUG	DIFF.				8. FARM OR LEASE	
WELL X	OVER	EN		BACK	RESVR.	Other			UTD Walton	26-03
AME OF OPERATOR	R								9. API WELL No.	
		ssociates, Inc	C.						43-013-3147	4
3. ADDRESS AND TELE									10. FIELD AND POU	Longitudes
475 1	7th Street	t, Suite 1000	, Denve	r, CO 8020	02	303-295-	0400		Monument B	Butte
4. LOCATION OF W)			11. SEC., T., R., M., O	R BI - CK AND SURVEY
At Surface	` •	-				. .			OR AREA	
	NL, 1899	' FWL (NE	NW)			INFIDE	·MILL		Sec. 26, T9S,	R16£
At top prod. Interval re			•			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	MINE.			
Same										
At total depth			1	4. PERMIT NO.		DATE ISSU	JED		12. COUNTY OR PAR	ISH 3.31A.1
Same							12/19/94		Duchesne	<u>Utah</u>
.5. DATE SPUDDED	16. DATE T.D	. REACHED	17. DA	TE COMPL. (Ready	(to prod.)	18. ELEVATION	S (DF, RKB, RT, C	R, ETC.)*		19. ELT V. CASINGHELL.
12/31/95	01/15/96				07/30/97	5825'	GR, 5836'	KB		:
20. TOTAL DEPTH, MD		21. PLUG, BA	CK T.D., MD	& TVD	22. IF MULTIPLE		23. INTERVALS		TARY TOOLS	CABLE TOOLS
		5914'	TD		HOW MANY*		DRILLED BY			
5950' мд	5950'	TVD 5914'		5914' TVD		None	>		XX	
24. PRODUCING INTER	VAL(S), OF THI	IS COMPLETION-TO	OP, BOTTOM	, NAME (MD AND	TVD)*					25, WAS DIRECTIONAL
0 10 0		261								SURVEY MADE
Basal Green R	uver - 508	20.								110
26. TYPE ELECTRIC AN	ID OTHER LOC	o DI BI								127, WAS WELL CORFE
DIFL'GR, ZI			R/CL	aus	109.					No
المراج المتنطق المتناسبات والمتناسبات والمتناسبات والمتناسبات والمتناسبات والمتناسبات والمتناسبات والمتناسبات		II, CDITGI	UCL			ORD (Report all	etvings set in w	all)		
23. CASING SIZE	i E/GRADE	WEIGHT,	LB/FT.	DEPTH SET		HOLE SIZE	TOP O	CEMENT, CEMEN	TING RECORD	AMOUNT PULLED
8-5/8" K-55		24#			303'	12-1/4	To surf	ace w/165 sk	s Class G	
5-1/2" J-55		15.5# &	17#		5940'	7-7/8"		ass G, 280 s		
3-112 0-33		13.37 6	<u> </u>			, ,,,,		nent (a) 2215		•
							rop or cer			
·										
20.			LINER RE			T - 22 22 22 22 22 22 22 22 22 22 22 22 2	30.	DOWN	TUBING RECOR	
SIZE	TC	OP (MD)	BOTTO	M (MD) SA	CKS CEMENT*	SCREEN (MD)	SIZE	DEPTI	I SET (MD)	PA WERSET M.
					255	<u> </u>	2-7/8''		5856'	
					2.8					
31. PERFORATION RE	CORD (Interva	l, size and number)				32.	ACID, SHOT,	FRACTURE, CE	MENT SQUEEZE, E	TC.
INTERVAL	,	•	S	SIZE	NUMBER	DEPTH INT	ERVAL (MD)	AMOU	UNT AND KIND OF MA	FERIAL USED
4860' - 4870'			S	Squeezed of	Ť					
4856' - 4873'				Squeezed of		+				
5583' - 5597'				•				MALELE		
5689' - 5845 '								.IN-II	II-NTIAL	
33.*					PRO	DDUCTION			-mine	
DATE FIRST PRODUCTI	ION	PRODUCTIO	N METHOD ((Flowing, gas lift, pu	mping-size and type	e of pump)			WELL SIV	CIUS (Producing or snot
	08/04/97		Pumpin	ıg					Produ	cing
DATE OF TEST		HOURS TESTED	СНОК	E SIZE PRO		L-BBLS.	GASMCF.	WAT	ER-BBL.	GAS-CIL RATIO
		24		TEST	PERIOD	20	est. 20		0	1
FLOW, TUBING PRESS.	08/20/97	24 CASING PRESSURI	R CALC	JLATED	OIL-BBL.	GAS-MC		WATER-BBL.		ETTY-API (COFR /
PLOW: TOBING FRESS.				UR RATE						
	0	30#	l		20		20	~	0	
34. DISPOSITION OF GA	.S (Sold, used for On lease	fuel, vented, etc.)		^-					Jim Simonton	
35 LIST OF ATTACHMI					NFIDENT	TAL	17	STO OF	ומחוד לווה	
				=	PERICD)[E(C)		1 / / /
36. I hereby certify tha	t the foregoing	g and attached info	mation is co	omplete and corre	as determined	from all available	records	/		1 1 11
SIGNED TO	۵.۵	Lim	when	_ ON!	/3º/ THE O	perations/P	roduction	Superv <u>iso</u> r	- 1007 ball	08/27/5
									<u>0 5 1997 "[</u>]	1//
\bigcup		*(See In	structio	ons and Sp	paces for <i>l</i>	Additional	Data on 8	Reverse Sid	(e) (
						o make to any	department or	age licy of the Ur	ited States any talse	, fictitious or
fraudulent statemer	nts or represe	entations as to ar	ny matter w	vithin its jurisdi	ction.		ום ו	/. OF OIL.	GAS & MIN	ING

37. SUMMARY OF POROUS	ZONES: (Show all	important zones of porosity a	and contents thereof; cored intervals, and all			•	
drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and		38. GEOLO	38. GEOLOGIC MARKERS				
recoveries);							
FORMATION	TOP	воттом	DESCRIPTION, CONTENTS, ETC.		ТОР		
				NAME	MEAS. DEPTH	TRUE VERT. DEPTH	
Uinta	Surface			Douglas Creek Member	4388'		
Garden Gulch	3155'						
Basal Green River	5686'						

٠.

7/30/97 Well Name: UTD Walton 26-03 Date: Location: NENW Sec. 26, T9S, R16E County: Duchesne Monument Butte State: Utah Spud Date: 12/31/95 KB: 5836' (11') Completed: 7/30/97 GL: 5825' Surface Casing ------8-5/8" 24# set @ 303' Cemented w/165 sks Class G Production Casing -Rod & Pump Detail 5-1/2" 15.5# & 17# set @ 5950' 1 - 2' x 7/8" pony rod 1 - 4' x 7/8" pony rod 1 - 8' x 7/8" pony rod 77 - 7/8" plain rods 155 - 3/4" plain rods Pump - 2-1/2" x 1-1/4" x 16' RHAC 4860'-4870' & 4856' - 4873' (squeezed) Tubing: New completion -Note: Tubing tested to 500# 2-7/8" 6.5# EUE 8rd J-55 (177 jts) "T" Anchor @ 5570' w/15,000# tension Perfs: 8 jts. 2-7/8" 6.5# tubing 5583' - 5597' SN @ 5824' 1 jt. 2-7/8" 6.5# tubing 5689' - 5845' NC (tubing tail) @ 5856' -PBTD 5914' IP: 20 BOD (8/20/97) 0 BWD

5950'

Est. 20 MCFD

TD

Field:



CHANDLER & ASSOCIATES, INC.

475 17TH ST. • SUITE 1000 • DENVER, COLORADO 80202 • 303 295-0400 OIL & GAS EXPLORATION AND PRODUCTION FAX 303 295-0222

September 15, 1997

Ms. Vicky Dyson State of Utah Division of Oil, Gas, And Mining 1594 West North Temple, Suite # 1210 Box 145801 Salt Lake City, Utah 84114-5801

Re: UTD Walton #26-03 CBL/GR/CL Log

Dear Ms. Dyson

COMFINENTIAL

DIV. OF OIL, GAS & MINING

Here is a copy of the CBL/GR/CL log for UTD Walton #26-03, you requested. If you have any other questions please feel free to contact me at (303) 295-0400.

Sincerely,

Sabrina McDaniel Production Assistant

Chandler & Associates, Inc.

brina Mexaniel

PERATOR .	CHANDLER	&	ASSOCIATES	INC	
DDRESS _					

OPERATOR ACCT. NO. H 3320

ACTION	CURRENT	HEH	API MUMBER	WELL NAME		T	WELL	LOCATIO	Ŋ	SPUD	EFFECTIVE
CODE	ENTITY NO.	ENTITY NO.			ηQ	32	TP	RG	COUNTY	DATE	DATE
A	99999	12248	43-013-31477	UTD WALTON 26-3	NENW	26	9S	16E	DUCHESNE	12-31-95	8-4-97
ELL 1 C	THENTS:	*1ST PROD	REPORTED EFF 8-	-4-97. ENTITY ADDED.							
						*					:
ELL 2 C	OMMENTS:		<u> </u>			·	<u></u>	.!	<u>. </u>		,
					·						
									• •		
ELL 3 C	OMMENTS:	· · · · · · · · · · · · · · · · · · ·	f			-!	-\ -	-		· · · · · · · · · · · · · · · · · · ·	-1-4
ELL 4 C	OMMENTS:	·. · · · · · · · · · · · · · · · · · ·	······································				-1				
				•		:				•	
ÆLL 5 C	OHHENTS:	- 1.	·						- *		
				••						D	
Α	- Establish	new entity	on back of form) for new well (singl	e well only)					L. CORDOVA	(DOGM)	
C D	- Re-assign - Re-assign	well from well from	ting entity (group o one existing entity one existing entity ownents section)	to another existing entity					Signature ADMIN. ANA Title	ALYST	10-17-97
	Aktoria Lac	م بندام							Tibla		Date

(3/89)

STOPE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

DIVISION OF OIL, GAS AND MINING	Lease Designation and Serial Number
	UTU-67844
	7. Indian Allottee or Tribe Name
SUNDRY NOTICES AND REPORTS ON V	NELLS N/A
Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter plu	ugged and abandoned wells. 8. Unit or Communitization Agreement
Use APPLICATION FOR PERMIT - for such proposals	· · · · · · · · · · · · · · · · · · ·
4 T	9. Well Name and Number
1. Type of Well	UTD Walton 26-03
X Oil Gas Other (specify) Well	OTD Walter 20-00
2. Name of Operator	10. API Well Number
Chandler & Associates, Inc.	43-013-31477
3. Address of Operator	4. Telephone Number 11. Field and Pool, or Wildcat
475 17th Street, Suite 1000, Denver, CO 80202	Rangely, CO-970-675-8451 Monument Butte
5. Location of Well	
Footage : 704' FNL, 1899' FWL	county: Duchesne
QQ, Sec, T., R., M. : NENW Sec. 26, T9S, R16E	state : Utah
	E NATURE OF NOTICE, REPORT, OR OTHER DATA
NOTICE OF INTENT	SUBSEQUENT REPORT
(Submit in Duplicate)	(Submit Original Form Only)
	Abandonment * New Construction
Casing Repair Pull or Alter Casing	Casing Repair Pull or Alter Casing
Change of Plans Recompletion	Change of Plans Shoot or Acidize
Conversion to Injection Shoot or Acidize	Conversion to Injection Vent or Flare
Fracture Treat Vent or Flare	Fracture Treat Water Shut-Off
Multiple Completion Water Shut-Off	X Other Resumed production
Other	
	Date of Work Completion
A	Date of Front Completion
Approximate Date Work Will Start	Report results of Multiple Completions and Recompletions to different reservoirs
	on WELL COMPLETION OR RECOMPLETION AND LOG form.
	* Must be accompanied by a cement verification report.
13. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details,	
locations and measured and true vertical depths for all markers and zones pertinent to this wo	rk.)
This well resumed production by rod pumping on 10-2	26-99 .
	A STATE OF THE STA
	TOWN OF HAT GAS & MITTERS
	MY. OF UL, GAS & MINERS
	nv. Or unt. Gas a Million
14. I hereby certify that the foregoing is true and correct	MV. OF UL. GAS a MINERS
14. I hereby certify that the foregoing is true and correct Name & Signature A Juneaton James A. S	Simonton Title Oper./Prod. Supervisor Date 11/03/1999

(State Use Only)

F UTAH TURAL RESOURCES DEPARTMENT OF

4	7

DIVISION OF OIL, GAS AND MINING	UTU-67844		
SUNDRY NOTICES AND REPORTS ON Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter Use APPLICATION FOR PERMIT – for such proposals	plugged and abandoned wells.	7. Indian Allottee or Tribe Name N/A 8. Unit or Communitization Agreement	
1. Type of Well X Oil Gas Other (specify) Well		9. Well Name and Number UTD Walton 26-03	
2. Name of Operator		10. API Well Number 43-013-31477	
Chandler & Associates, Inc. 3. Address of Operator	4. Telephone Number	11. Field and Pool, or Wildcat	
475 17th Street, Suite 1000, Denver, CO 80202	970-675-8451	Monument Butte	
5. Location of Well Footage : 704' FNL, 1899' FWL QQ, Sec, T., R., M. : NENW Sec. 26, T9S, R16E 12. CHECK APPROPRIATE BOXES TO INDICATE	State :	Duchesne Utah	
12 CHECK APPROPRIATE BOXES TO INDICATE NOTICE OF INTENT		JBSEQUENT REPORT	
(Submit in Duplicate)		ubmit Original Form Only)	
Abandonment New Construction	Abandonment *	New Construction	
Casing Repair Pull or Alter Casing	Casing Repair	Pull or Alter Casing	
Change of Plans Recompletion	Change of Plans	Shoot or Acidize	
Conversion to Injection Shoot or Acidize	Conversion to Inject		
Fracture Treat Vent or Flare	Fracture Treat	Water Shut-Off	
Multiple Completion Water Shut-Off	X Other Report of	r First Sales	
Approximate Date Work Will Start	on WELL COMPLETION OR	mpletions and Recompletions to different reservoirs RECOMPLETION AND LOG form. by a cement verification report.	
13. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinen locations and measured and true vertical depths for all markers and zones pertinent to Date completed: July 30, 1997	t details, and give pertinent dates o this work.)	s. If well is directionally drilled, give subsurface	
Date of first production: August 4, 1997			
Production method: Pumping			
Test date & data: August 20, 1997 for 24 hours. 2 tubing pressure 0#, casing pres		ater, 20 MCFD gas (used on lease)	
Date of first sales: September 15, 1997 Tank #1	260.85 bbls		
14. I hereby certify that the foregoing is true and correct Name & Signature James A.	Simonton Title	Oper./Prod. Superviso Date 11/04/97	
(State Use Only)	17		
CONFIDENTIAL		DECEIMED	

OIM INFILLINE

FORM 6

STATE OF UTAH DIVISION OF OIL, GAS AND MINING

	•	*.	U - 67844
SUND	RY NOTICES AND REPOR	RTS ON WELLS	Q. E Inglas, Allettes or Tribe Name;
On not use this term for Use /	repeate to diff new wells, deepen adulting wells, a PFUCATION POR PERMIT TO DRILL OR DEEPEN I	r to reenter plugged and abendened wells, level for buth proposals,	7. Unit Agreement Hame
1. Type of Welt: OIL CA			8, Wed Name and Number:
2. Name of Operator:			UTD WALTON #26-3
PEN	DRAGON ENERGY PARTNERS,	INC.	43-013-31477
	750, DENVER, CO 80293	(303) 296-9402	10. Field and Post, or Wildook MONUMENT BUTTE FIEL
4. Lessition of Well Postages:		•	DUCHESNE
∞ seatara: NE	SW SECTION 26, T9S	- R16E	UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
	TICE OF INTENT		SEQUENT REPORT unit Original form Only
☐ Abendon	☐ New Construction	Abandon .	☐ New Construction
☐ Repair Casing	☐ Pull or Alter Casing	☐ Repair Casing	Pull or Alter Casing
☐ Change of Plans	☐ Recomplete	Change of Plans	☐ Reperforate
Convert to Injection	☐ Reperforate	Convert to Injection	☐ Vent or Flare
☐ Frecture Treet or Acidize	☐ Vent or Flare	Fracture Treat or Acidize	☐ Water Shut-Off
☐ Muttiple Completion ☐ Other	☐ Weber Shut-Off	CHANGE OF	OPERATOR
Approximate date work will sta	1	Date of work completion Peper reuse of Multiple Complete COMPLETION OR RECOMPLETION I Mult be accompanied by a coment w	no and Recompletions to different recovers on WELL NEPORT AND LOD form.
12. DESCREE PROPOSED OR COMPLET vertical dispital for all markets and aus	TEO OPERATIONS (Clearly state all perform details		iffied, give subsurface locations and measured and true
PERATOR CHANGED	~	ERGY, INC. (FORMERL INC. EFFECTIVE MAR	Y CHANDLER & ASSOCIATES CH 1, 2000.
PERATOR OF THE AND CONDITIONS OF ANDS OR PORTIONS	PENDRAGON ENERGY PARABOVE DESCRIBED LANGE THE LEASES FOR THE STHEREOF. BOND COLUMN BOOK 1758, PRINCIPATE	DS AND IS RESPONSIB E OPERATIONS CONDUC VERAGE FOR THESE LE	LE UNDER THE TERMS TED ON THE LEASED ASES IS PROVIDED BY
		•	
	- 3		
13.	The same of the sa		
Name & Signature:ALA)	B. NICOL	Twe: PRESI	DENT 2-17-00
Name & Signature: ALA) No opens for State use only)	B. NICOL	TWG: PRESI	DENT 2-17-00
Name & Signature:ALA) his apaes for State use only)	B. NICOL	Two: PRESI	DENT 0= 2-17-00

STATE OF UTAH DEPARTMENT OF COMMERCE

REGISTRATION

PENDRAGON RESOURCES IL, L.P.

EFFECTIVE 01/20/2000 EXPIRATION

REFERENCE NUMBER(S), CLASSIFICATION(S) & DETAIL(S)

Limited Partnership - Foreign 3106986-0181

C T CORPORATION SYSTEM
PENDRAGON RESOURCES II, L.P.
1209 ORANGE ST
Wilmington DE 19801

STATE OF UTAH DEPARTMENT OF COMMERCE DIVISION OF CORPORATIONS & COMMERCIAL CODE

REGISTRATION

EFFECTIVE DATE: 01/20/2000

EXPIRATION DATE: *RENEWAL

ISSUED TO: PENDRAGON RESOURCES II, L.P.



REFERENCE NUMBER(S), CLASSIFICATION(S) & DETAIL(S)

3106986-0181

Limited Partnership - Forcign

*RENEWAL

You will need to renew your registration each anniversary date of the effective date.

Exceptions: DBAs and Business Trusts renew every three (3) years from the effective date.

Trademarks renew every ten (10) years from the effective date.



CHANDLER & ASSOCIATES, INC.

475 17TH ST. • SUITE 1000 • DENVER, COLORADO 80202 • 303 295-0400 FAX 303 295-0222 OIL & GAS EXPLORATION AND PRODUCTION

Mr. Jim Thompson Department of Natural Resources Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, Utah 84114-5801

Fax: 801-539-3940

Subject: Resignation of Operator, West River Bend Project Area

Effective January 31, 2000, Chandler & Associates, LLC resigned as Operator under the West River Bend Project Area. Pendragon Energy Partners Inc. shall be the new Operator of the April 1, 1997 JOA.

Wells included in the West River Bend project Area:

A.P.I. #	ENTITY	WELL NAME	WELL#	LOCATION	FIELD NAME
43-047-33164-00	12496	DESERT SPRING	#16-19-10-18	SESE 19, 10S-18E	DESERT SPRING
43-047-3316200	12523	DESERT SPRING	#3-29-10-18	NWNE 29, 10S-18E	DESERT SPRING
43-013-3147700	12248	UTD WALTON	#26-03	NENW 26, 9S-16E	MONUMENT BUTTE
43-047-3275400	12003	FLU KNOLLS FED.	#23-3	NESW 3, 10S-18E	UTELAND BUTTE
43-047-32052-00	11468	DESERT SPRINGS FED.	#20-1	NESW 20, 10S-18E	WILDCAT
43-047-33163-00		DESERT SPRING	#7-30-10-18	SWNE 30, 10S-18-E	WILDCAT
43-013-32088-00	12497	W. DESERT SPRING	#11-20	NESW 20, 10S-17E	WILDCAT
43-013-32057-00	12497	W. RIVER BEND	#16-17-10-17	SESE 17, 10S-17E	WILDCAT
43-013-31888-00	12497	W. RIVER BEND	#3-12-10-15	NENW 12, 10S-15E	WILDCAT
43-013-32084-00	12497	WILKIN RIDGE	#13-23	SWSW 23, 10S-16E	WILDCAT

Please advise should you require more specific information.

Thanks, Tom Taylor

CC: Pendragon Energy Partners Inc.

RECEIVED

JUN 3 0 2000

DIVISION OF OIL GAS AND MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal District Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm.gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

1N REPLY REFER TO: 3162.3 UT08300

June 23, 2000

Pendragon Energy Partners, Inc. 621 17th Street, Ste 750 Denver, CO 80293

Re:

Well No. UTD Walton 26-03 NENW, Sec. 26, T9S, R16E Lease UTU-67844 Uintah County, Utah

Gentlemen:

This correspondence is in regard to the self-certification statement submitted requesting a change in operator for the referenced well. After a review by this office, the change in operator request is approved. Effective immediately, Pendragon Energy Partners, Inc. is responsible for all operations performed on the referenced well. All liability will now fall under your bond, BLM Bond No. UT1167, for all operations conducted on the referenced well on the leased land.

If you have any other questions concerning this matter, please contact Margie Herrmann or Leslie Crinklaw of this office at (435) 781-4410.

Sincerely,

Ed Forsman

Petroleum Engineer Minerals Resources

cc: Division Oil, Gas & Mining



OVERCE OF CALLS

OPERATOR CHANGE WORKSHEET

Check each listed item when completed. Write N/A if item is not applicable.

R	O	U	T	T	V	G	:
1/	v	U		1	٦	u	٠

	4-KAS
2-CDW	5-SJ
3-JLT	6-FILE

X	Change	of	Operator	(Well	Sold)	ì
4 1		U.	Operator		DUIG	

Designation of Agent

Operator Name Change Only

Merger

The operator of	of the well(s) listed below has changed, effective: 3-1-00
TO:(New Ope Addres	PENDRAGON ENERGY PARTNERS INC SS: 621 17 TH STREET, STE 750 DENVER, CO 80293 Phone: 1-(303)-296-9402 Account No. N2965 PROM: (Old Operator) CHANDLER & ASSOCIATES INC Address: 475 17 TH STREET, STE 1000 DENVER, CO 80202 TOM TAYLOR Phone: 1-(303)-295-0400 Account No. N3320
Name: <u>UTD WA</u> Name: <u>DESERT</u> Name: <u>DESERT</u> Name: <u>FLU KNO</u> Name: <u>DESERT</u>	CA Nos. Or Unit ERT SPRING 11-20 API: 43-013-32088 Entity: 12497 S 20-T10S R-17E Lease: U-75083 LTON 26-03 API: 43-013-31477 Entity: 12248 S 26 T 09S R 16E Lease: UTU-67844 SPRING 16-19-10-18 API: 43-047-33164 Entity: 12496 S 19 T 10S R 18E Lease: U-74408 SPRING 3-29-10-18 API: 43-047-33162 Entity: 12523 S 29 T 10S R 18E Lease: U-74836 OLLS FEDERAL 23-3 API: 43-047-32754 Entity: 12003 S 03 T 10S R 18E Lease: U-68620 SPRING FED 20-1 API: 43-047-32052 Entity: 11468 S 20 T 10S R 18E Lease: U-64420 SPRING 7-30-10-18 API: 43-047-33163 Entity: S 30 T 10S R 18E L
OPERATOR	CHANGE DOCUMENTATION
YES 1. YES 2.	A pending operator change file has been set up. (R649-8-10) Sundry or other legal documentation has been received from the FORMER operator on 6-30-00
<u>YES</u> 3.	(R649-8-10) Sundry or other legal documentation has been received from the NEW operator on <u>2-28-00</u> .
<u>YES</u> 4.	The new company has been looked up in the Department of Commerce , Division of Corporations Database if the new operator above is not currently operating any wells in Utah. Is the operator registered with the State? Yes/No If yes, the company file number is SEE ATTACHED The new company has been looked up in the Department of Commerce , Division of Corporations Database if the new operator above is not currently operating any wells in Utah. Is the operator registered with the State? If no, Division letter was mailed to the new operator on
<u>YES</u> 5.	Federal and Indian Lease Wells. The BLM or the BIA has approved the merger, name change or operator change for all wells listed above involving Federal or Indian leases on 6-23-00.
<u>N/A</u> 6.	Federal and Indian Units. The BLM or the BIA has approved the successor of unit operator for all wells listed above involving unit operations on
<u>N/A</u> 7.	Federal and Indian Communitization Agreements ("CA"). The BLM or the BIA has approved the operator change for all wells listed above involved in the CA on
	-OVER-

N/A	8.	Underground Injection Control ("UIC") Program. The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project and/or for the water disposal well(s) listed above.
YES	9.	Changes have been entered in the Oil and Gas Information System for each well listed on 7-6-00
<u>YES</u>	10.	Changes have been included on the Monthly Operator Change letter on
STAT	E BON	ND VERIFICATION
N/A	1.	State Well(s) covered by Bond No
FEE V	VELLS	S - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION
N/A	1.	(R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond.
N/A	2.	A copy of this form has been placed in the new and former operator's bond files on
N/A	3.	The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file).
N/A	4.	(R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change.
N/A	5.	Bond information added to RBDMS on
N/A	6.	Fee wells attached to bond in RBDMS on
FILM	ING	
	1.	All attachments to this form have been microfilmed on
FILIN	G	
	1.	Originals/Copies of all attachments pertaining to each individual well have been filed in each well file.
	2.	The original of this form has been filed in the operator file and a copy in the old operator file.
COM	MENT	'S

.,

Division of Oil, Gas and Mining **OPERATOR CHANGE WORKSHEET**

X - Change of Operator (Well Sold)

ROUTING 1. DJJ 2. CDW

Operator Name Change/Merger

The operator of the well(s) listed below has	12/1/2009							
FROM: (Old Operator):				TO: (New O	perator):			
N2965-Pendragon Energy Partners, Inc.				N2695-Newfie	ld Production	n Company		
468 South Reed Street				1001 1	7th St, Suite	2000		
Lakewood, CO 80226				Denve	r, CO 80202			
Phone: 1 (303) 296-9402				Phone: 1 (303)	893-0102			
CA No.				Unit:	GREATE	ER MONUME	NT BUT	TE (GRRV)
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE	WELL	WELL
					NO	TYPE	TYPE	STATUS
UTD WALTON 26-3	26	090S	160E	4301331477	12248	Federal	ow	P
 (R649-8-10) Sundry or legal documentation (R649-8-10) Sundry or legal documentation The new company was checked on the De Is the new operator registered in the State 	on w epart e of l	as rece ment o Utah:	ived fro	om the NEW op merce, Division	erator on: of Corpora	12/17/2009	- se on:	11/9/2007
4b. If NO , the operator was contacted contacted contacted contacted contacted contacted as a contacted c			Lone	IN PLACE				
5b. Inspections of LA PA state/fee well sites of				n/a	-			
5c. Reports current for Production/Disposition	-			ok	-			
•					- 		_	
TO THE THE PARTY OF THE PARTY O					-	er, name chang		
or operator change for all wells listed on F 7. Federal and Indian Units:	euei	ai or ii	idian ie	ases on:	BLM	_	BIA	.n/a
The BLM or BIA has approved the succ		n of uni	i+ amana	tan fan walle liet	ad am.	/		
8. Federal and Indian Communization			-		eu on:	n/a	-	
The BLM or BIA has approved the open	_	•	•	•	1 000	n/a		
9. Underground Injection Control ("U				vision has appro			- r of Auth	ority to
Inject, for the enhanced/secondary recover		•					n/a	orred en

12/19/2009

12/19/2009

12/19/2009

n/a

requested

6. Receipt of Acceptance of Drilling Procedures for APD/New on: **BOND VERIFICATION:**

1. Changes entered in the Oil and Gas Database on:

4. Fee/State wells attached to bond in RBDMS on:

5. Injection Projects to new operator in RBDMS on:

3. Bond information entered in RBDMS on:

DATA ENTRY:

1. Federal well(s) covered by Bond Number: WYB000493

2a. (R649-3-1) The NEW operator of any fee well(s) listed covered by Bond Number

2. Changes have been entered on the Monthly Operator Change Spread Sheet on:

B001834

COMMENTS: This well will be within the Greater Monument Butte (GRRV) Unit.

12/19/2009

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING UTU-67844 8. IF INDIAN, ALLOTTEE OR TRIBE NAME: **SUNDRY NOTICES AND REPORTS ON WELLS** 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8. WELL NAME and NUMBER: 1. TYPE OF WELL OIL WELL 🔽 GAS WELL OTHER UTD Walton 26-3 9. API NUMBER: 2. NAME OF OPERATOR: N 2695 4301331477 Newfield Production Company 3. ADDRESS OF OPERATOR: HONE NUMBER: 10. FIELD AND POOL, OR WILDCAT: STATE CO (303) 893-0102 Monument Butte 1001 17th St Suite 2000 80202 Denver 4. LOCATION OF WELL FOOTAGES AT SURFACE: 705 FNL, 1899 NWL COUNTY: Duchesne QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 98 16E S STATE: **UTAH** CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF SUBMISSION TYPE OF ACTION ACIDIZE DEEPEN REPERFORATE CURRENT FORMATION NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL Approximate date work will start: CASING REPAIR NEW CONSTRUCTION TEMPORARILY ABANDON CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR **CHANGE TUBING** PLUG AND ABANDON VENT OR FLARE SUBSEQUENT REPORT CHANGE WELL NAME WATER DISPOSAL PLUG BACK (Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/RESUME) WATER SHUT-OFF Date of work completion: COMMINGLE PRODUCING FORMATIONS OTHER: Change of Operator RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Change of Operator to Newfield Production Company from Pendragon Energy Partners, Inc pursuant to the inclusion into the Greater Monument Butte Unit and approval of the unit by the BLM. Effective as of (WYB000493). Imail - RECEIVED DEC 17 2009 Pendragon Energy Partners, Inc. **DIV. OF OIL, GAS & MINING** RECEIVED Printed Name: Alex B. NILO **DEC 2 1 2009** Title: ALSTINSUT 468 South Reed Street DIV. OF OIL, GAS & MINING Lakewood, CO 80226 (303) 29609402 Freduction Company (This space for State use only)

(5/2000)

APPROVED /21/912009

Division of Oil, Gas and Mining Earlene Russell, Engineering Technician (See Instructions on Reverse Side)

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



43-013-31477 UTD Walton 26-3 T 95 R16E Sec 26

MAR 2 5 2011

IN REPLY REFER TO: 3162.3 (UTG011)

Kelly Donohoue Newfield Production Company 1001 17th Street, Suite 2000 Denver, CO 80202

Re:

Notice of Returned Sundry Notice

Well No. UTD Walton 26-3 NENW, Sec. 26, T9S, R16E Duchesne County, Utah Lease No. UTU-67844

Greater Monument Butte (GR) Unit

Dear Ms. Donohoue:

The Sundry Notice for Change of Operator received in this office on December 23, 2009, is being returned to operator. This well was changed to Newfield Production Company, effective December 1, 2009, with the approval of the Greater Monument Butte (GR) Unit.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry∕Keńczka

Assistant Field Manager Lands & Mineral Resources

CC:

UDOGM

III Exploration Company
III Exploration II LP
QEP Energy Company
Pendragon Energy Partners, Inc.

APR 1 1 2011

DIV. OF OIL, GAS & MINING

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

FORM APPRO	VED
OMB No. 1004-	0137
Evnirac: July 31	2010

5. Lease Serial No. UTU-67844

6. If Indian, Allottee or Tribe Name

aparidoried well.	JSE FUIIII 3 100-3 (A	PU) IOI SUCII P	iroposais.		
	IN TRIPLICATE - Other	instructions on pag	 је 2.	7. If Unit of CA/Agr	eement, Name and/or No.
1. Type of Well ✓ Oil Well Gas W	ell Other			8. Well Name and N UTD Walton 26-3	0.
2. Name of Operator Newfield Production Company				9. API Well No. 43-013-31477	
3a. Address 1001 17th St. Suite 2000 Denver, CO 80202		3b. Phone No. (incl 303-893-0102	ude area code)	10. Field and Pool of Monument Butte	Exploratory Area
4. Location of Well (Footage, Sec., T., I 705 FNL, 1899 FWL NENW Section 26-T9S, R1	R.,M., or Survey Description SE)		11. Country or Parisi Duchesne County	
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDICA	 ΓE NATURE OF Ν'	OTICE, REPORT OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OF A	ACTION	<u> </u>
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture T		Production (Start/Resume) Reclamation	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair Change Plans	New Cons Plug and A		Recomplete Temporarily Abandon	Other Change of Operator
Final Abandonment Notice	Convert to Injection	Plug Back		Water Disposal	
Attach the Bond under which the was following completion of the involve testing has been completed. Final adtermined that the site is ready for Change of Operator to Newfield Proand approval of the unit by the BLM. Pendragon Energy Partners, Inc.	ed operations. If the operation Abandonment Notices must final inspection.) duction Company from Pe	on results in a multip be filed only after all endragon Energy P	ele completion or rec requirements, inclu artners, Inc pursua , 2009. (Bond# W	completion in a new interviding reclamation, have be	al, a Form 3160-4 must be filed once en completed and the operator has
Printed Name: <u>AAM B. N. M.</u> Title: <u>Prasi hand</u>	<u>04</u>				Kyy 5 Cas will find
14. I hereby certify that the foregoing is to	ue and correct. Name (Printe	d/Typed)			,
11 11	houe	/	· New Sield	Production Co.	mouny, Land Lead
Signature Kelly (Donakow	/ Dat	· 12/16/	09	•
	THIS SPACE	FOR FEDERA	L OR STATE	OFFICE USE	vija nja - 1900. ga ja nja nja nja nja njanja njaja ja njanja njanja njanja njanja njanja njanja njanja njanja
Approved by RETURI		A TOTAL STATE OF THE STATE OF T			MAR 2 5 2011
Conditions of approval, if any, attached that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subje		Office	VERNAL FIELD	OFEICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency

entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

APR 1 1 2011

	STATE OF UTAH	-0	FORM 9
1	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-67844
SUNDR	Y NOTICES AND REPORTS O	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for procurrent bottom-hole depth, IFOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)		
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: UTD WALTON 26-3
2. NAME OF OPERATOR: NEWFIELD PRODUCTION CO	DMPANY		9. API NUMBER: 43013314770000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT		PHONE NUMBER: Ext	9. FIELD and POOL or WILDCAT: MONUMENT BUTTE
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0705 FNL 1899 FWL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSH	HP, RANGE, MERIDIAN: 26 Township: 09.0S Range: 16.0E Merid	ian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
-	ACIDIZE	ALTER CASING	CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
10/15/2013	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
		7	
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
_	L TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: OAP to Current Formation
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show a	Il pertinent details including dates, d	lepths, volumes, etc.
	to OAP to the current produc		Accepted by the
perfor	ation and frac information is	attached.	Utah Division of Oil, Gas and Mining
			Date: November 05, 2013
			By: Dark Dunt
NAME (PLEASE PRINT)	PHONE NUMBE	R TITLE	
Mandie Crozier	435 646-4825	Regulatory Tech	
SIGNATURE N/A		DATE 10/15/2013	

Sundry Number: 43795 API Well Number: 43013314770000



1001 17th Street, Suite 2000 Denver, CO 80202 Phone: 303-893-0102

Well Name: UTD Walton 26-3 (9-16) Objective: Production C TD Location: Section 26, T9S, R17E Date: October 2013

Engineer: Ryan Johnson

Stage	Zone	_					_
	Zone	Тор	Bottom	Gun Size	Comments	Volume	Plug Depth
Stage #1	PB-7	3,976'	3,978'	3'	20 bpm	77,000	4,050'
	GB-6	3,949'	3,950'	2'	6 ppa		
	GB-4	3,885'	3,885'	1'	2 SPF		
	GB-4	3,879'	3,879'	1'			
						2 spf	
					Total 100m =	0	
Flush all stages to	top perf		1		Total 30/50 =	0	
SS3 @ 4ppt	- Is Is and				Total 20/40 =	77,000	
			<u> </u>	-	Total Sand =	77,000	+